



CITY UNION BANK LIMITED

CIN : L65110TN1904PLC001287

Regd. Office : 149, T.S.R. (Big) Street, Kumbakonam - 612 001. Thanjavur District.
Tamil Nadu. Telephone No : 0435 - 2402322

E-mail : shares@cityunionbank.com Website : www.cityunionbank.bank.in

C.O/Shares/LR-5/2026-27

July 20, 2026

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex,
Bandra (E),
Mumbai 400 051

BSE Ltd.
DCS – CRD
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai 400 001

Scrip Code: CUB

Scrip Code: 532210

Sir / Madam,

Sub : Annual Report together with Notice for FY 2025-26

This is in continuation to our earlier communication dated June 23, 2026 intimating the date of ensuing Annual General Meeting.

Pursuant to Regulation 34(1) of SEBI Listing Regulations 2015 as amended from time to time, we hereby inform that the dispatch of Annual Report together with the Notice calling the ensuing Annual General Meeting of the Bank for FY 2026, has **commenced on July 20, 2026** by electronic mode to the members of the Bank to their registered e-mail id's, as on the cut-off date being July 10, 2026. A copy of the Notice and Annual Report is enclosed to this communication and the same has also been made available in the Bank's website www.cityunionbank.bank.in. The weblinks of which are as follows:

Annual Report	https://www.cityunionbank.bank.in/filemanager/Jul26/CUB_AR_INNER_2025-2026_FINAL.pdf
Notice	https://www.cityunionbank.bank.in/filemanager/Jul26/Final Notice AGM 2025-2026.pdf

In addition to above, pursuant to the provisions of Section 108 of the Companies Act, 2013 r/w the Rules made there under and Regulation 44 of the SEBI Listing Regulations, the Bank will provide remote e-voting facility to its members holding shares in physical / De-mat mode, as on the **cut-off date**, being **Friday August 07 2026**, to exercise their right to vote by electronic means on all relevant business items specified in the Notice. **The remote e-voting shall commence on Monday, August 10, 2026 (9:00 a.m. IST), and conclude on Thursday, August 13, 2026 (5:00 p.m. IST).**

This is for your kind information and dissemination to all concerned.

Thanking you

Yours faithfully
for **CITY UNION BANK LIMITED**


Venkataramanan S
Company Secretary &
Compliance Officer
Encl.: a.a.



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Phone : 0435 - 2402322 e-mail : shares@cityunionbank.in

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NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the Annual General Meeting of the Members of **CITY UNION BANK LIMITED** will be held on **Friday, 14th August 2026 at 10:00 a.m.** The Annual General Meeting shall be held through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") in accordance with the relevant circulars issued by the Ministry of Corporate Affairs at "**Raya Mahal, 45-46, Gandhi Adigal Salai, Kumbakonam - 612 001** to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Bank for the Financial Year ended March 31, 2026 and the Reports of Directors and Auditors thereon.
2. To declare Dividend of 200% i.e., ₹2/- per equity share on face value of ₹1/- each fully paid up for the Financial Year 2025-26.
3. To consider the appointment of M/s. P. B. Vijayaraghavan & Co., Chartered Accountants, Chennai (FRN 004721S) and M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai (FRN 004050S), as the Joint Statutory Central Auditors of the Bank for the third and final term for FY2026-27.

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 as may be applicable and the Banking Regulation Act, 1949 (including any statutory modifications or re-enactments thereof for the time being in force), the Rules, Circulars and Guidelines issued by the Reserve Bank of India ('RBI') from time to time and as per the approval of RBI vide letter no. CO.DOS.RPD.No.S2057/08.13.005/2026-27, dated June 16, 2026, the approval of the Members be and is

hereby accorded for the appointment of **M/s. P. B. Vijayaraghavan & Co.**, Chartered Accountants, Chennai (FRN 004721S) and **M/s. M. Srinivasan & Associates**, Chartered Accountants, Chennai (FRN 004050S), as the Joint Statutory Central Auditors of the Bank for the third and final term for FY 2026-27, to hold the office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Bank at an overall remuneration of ₹124 lakhs (Rupees One Crore Twenty Four lakhs only) to be allocated by the Bank between such Joint Auditors as may be mutually agreed by the Bank and such Joint Auditors depending on their respective scope of work and reimbursement of out of pocket expenses that may be incurred by them during the course of Statutory Central and Branch Audits, Tax Audit & LFR, CSITE Audit and issuing other certifications prescribed by the Regulators, with the power to the Board including Audit Committee thereof to alter and vary the terms and conditions of their appointment, remuneration etc., on account of conditions as may be stipulated by RBI and/ or any other Authority, in such manner and to such extent as may be mutually agreed with the Joint Statutory Central Auditors."

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT the Board of Directors of the Bank including Audit Committee thereof, be and is hereby authorized to appoint, in consultation with the Joint Statutory Central Auditors of the Bank, the Branch Auditors who are qualified to act as Auditors, including Statutory Auditors pursuant to Section 139, 143(8) and other applicable provisions of the Companies Act, 2013 and the Rules made there under and the Banking Regulation Act, 1949 (including any statutory modifications or re-enactments thereof for the time being in force), the Rules, Circulars and Guidelines issued by the Reserve Bank of India from

time to time, for the purpose of audit of the branches of the Bank for the Financial Year 2026-27 and to decide the Branches to be audited by such Branch Auditors and to fix their remuneration and reimbursement of out of pocket expenses incurred in connection with the Audit, based on the recommendation of the Audit Committee of the Board.”

5. To increase the authorised share capital of the Bank and consequent alteration of the ‘Capital’ clause of Memorandum of Association and Articles of Association.

To consider and if thought fit, to pass with or without modification(s), the following resolutions as **Special Resolution:**

“RESOLVED THAT pursuant to the provisions of Sections 13, 14, 61(1)(a), 64 and all other applicable provisions, if any, of the Companies Act, 2013 (“Act”) read with rules made there under, the relevant

provisions of the Banking Regulation Act, 1949, the rules, circulars, directions and guidelines issued by the Reserve Bank of India (“RBI”), (including any statutory modification(s) or re-enactment thereof for the time being in force), such other statutes, laws, and the relevant clauses of Memorandum and Articles of Association of the Bank and subject to such other approvals/ consents/ permissions/ sanctions, if any, as the case may be necessary in this respect, the consent of the Members be and is hereby accorded to increase the authorised share capital of the Bank by creation of additional 100,00,00,000 (One Hundred Crore) equity shares of ₹1/- (Rupee one only) each.

“RESOLVED FURTHER THAT subject to the approval of the Reserve Bank of India, Clause 5 of the Memorandum of Association and clause 4 (i) of the Articles of Association of the Bank, be and is hereby altered as given below:”

Clause No.	Altered Clause
Clause 5 of Memorandum	The Authorized Share Capital of the Bank is ₹ 200,00,00,000/- (Rupees Two hundred crore only) divided into 200,00,00,000 Equity shares of ₹ 1/- each.
Clause 4 (i) of Articles	The Bank in accordance with the provisions of the Acts, may from time to time, increase or reduce the authorized capital of the Bank, by such sum, to be divided into shares of such amount, as may be specified in the resolution.

“RESOLVED FURTHER THAT Company Secretary of the Bank be and is hereby authorized to carry out necessary alterations, modifications or amendments in the Memorandum of Association and Articles of Association of the Bank as may be prescribed by the RBI, if any, and to do all such acts, deeds, matters, as may be considered necessary, proper or expedient in order to give effect to the above resolution.”

6. To authorize the Board to offer, issue and allot shares by way of Qualified Institutional Placement

To consider and if thought fit, to pass with or without modification(s), the following resolutions as **Special Resolutions:**

“RESOLVED THAT pursuant to the provisions of Section 62 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification or

re-enactment thereof, for the time being in force) and enabling provisions of the Memorandum and Articles of Association of the Bank, the SEBI Listing Regulations, 2015 and subject to the provisions of Chapter VI of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, the provisions of the Foreign Exchange Management Act, 1999, applicable rules, regulations, guidelines or laws and / or any approval, consent, permission or sanction of the Central Government, Reserve Bank of India, SEBI and any other appropriate authorities, institutions or bodies (hereinafter collectively referred to as the "appropriate authorities") and subject to such conditions as may be prescribed by any one of them while granting any such approval, consent, permission and / or sanction (hereinafter referred to as the "requisite approvals") which may be agreed to by the Board of Directors of the Bank (herein after called the "Board") which term shall be deemed to

include any Committee which the Board may constitute, the Board be and is hereby authorized, to offer, issue and allot, by way of Qualified Institutional Placement (QIP), to Qualified Institutional Buyers (QIB), in terms of Chapter VI of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, whether or not such investors are existing Members of the Bank, through one or more placements to raise an amount not exceeding ₹500 crore (Rupees Five Hundred crore only) by issue of Equity shares of ₹1/- each at such price or prices, (whether at prevailing market prices or at permissible discount or premium to market prices in terms of applicable regulations) as the Board or the appointed Committee thereof may determine at its discretion in accordance with the relevant guidelines and where necessary in consultation with Lead Managers and / or Co-Managers and other Advisors."

"RESOLVED FURTHER THAT the QIP issue shall be completed within 365 days from the date of this resolution. The Bank may in accordance with applicable law, also offer a discount of such percentage as permitted under applicable law on the price calculated in accordance with the pricing formula provided under the SEBI ICDR Regulations."

"RESOLVED FURTHER THAT pursuant to Regulation 176 (1) of SEBI ICDR Regulations, the Bank be and is hereby authorised to offer Equity shares at a discount of not more than 5% on the issue price or such other percentage as may be permitted under the applicable laws from time to time."

"RESOLVED FURTHER THAT the relevant date for the determination of applicable price for the issue of the QIP Securities shall be the date on which the Board of the Bank or the appointed Committee thereof decide to open the proposed issue as the case may be ("Relevant Date")."

"RESOLVED FURTHER THAT minimum 10% of the Equity shares to be issued and allotted under QIP pursuant to Chapter VI of SEBI ICDR Regulations shall be allotted to Mutual Fund(s) and if the Mutual Fund(s) do not subscribe to said minimum percentage or any part thereof, such minimum portion or part thereof may be allotted to other QIBs."

"RESOLVED FURTHER THAT such of shares to be issued as are not subscribed may be disposed of by the Board to such persons and in such manner and on such

terms as the Board in its absolute discretion thinks fit in accordance with the provisions of law."

"RESOLVED FURTHER THAT the Equity shares so issued shall rank paripassu with the existing Equity shares of the Bank in all respects."

"RESOLVED FURTHER THAT the Equity shares to be offered and allotted to the QIBs shall be in dematerialized form."

"RESOLVED FURTHER THAT for the purpose of giving effect to any offer, issue or allotment of equity shares, the Board or a Committee be and is hereby authorized on behalf of the Bank to do all such acts, deeds, matters and things as it may, in absolute discretion, deem necessary or desirable for such purpose, including without limitation, the determination of the terms thereof, for entering into arrangements for managing, underwriting, marketing, listing and trading, to issue placement document(s) and to sign all deeds, documents and writings and to pay any fees, commissions, remuneration, expenses relating thereto and with power on behalf of the Bank to settle all questions, difficulties or doubts that may arise in regard to such offer(s) or issue(s) or allotment(s) as it may, in its absolute discretion, deem fit."

"RESOLVED FURTHER THAT the Board or the Committee be and is hereby authorized to appoint the Lead Managers / Co-Managers / Advisors in the offerings of securities and to remunerate them by way of commission, brokerage, fees or the like and also to enter into and execute all such arrangements, agreements, memoranda, documents etc., with Lead Managers / Co-Managers / Advisors and to seek the listing of such securities."

"RESOLVED FURTHER THAT the Board be and is hereby authorized severally to apply for listing of the new Equity shares as may be issued with the BSE Limited and NSE Limited."

"RESOLVED FURTHER THAT the Board be and is hereby authorized severally to make necessary application(s) to the National Securities Depository Limited and/ or Central Depository Services (India) Limited for admission of the above said Equity shares to be allotted on QIP basis."

"RESOLVED FURTHER THAT the Board shall have all the powers to modify, reapply, redo, make necessary

changes, approach and to do all requisite filings / re-submission of any document(s) and other compliances and to do all such acts and deeds that are necessary to comply with the terms and conditions subject to which approvals, sanction, permission etc., as may be provided by the Stock Exchanges, SEBI, RBI, GOI and any other appropriate authority, without being required to seek any further approval of the Members and that the Members shall be deemed to have given their approval thereto for all such acts,

deeds, matters and / or things expressly by the authority of this resolution."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Committee/ Sub-Committee of the Board or the Managing Director and Chief Executive Officer or any other Officer / Authorized representative of the Bank to give effect to the aforesaid resolution(s)."

By Order of the Board
For **CITY UNION BANK LIMITED**

Date : June 23, 2026
Place : Chennai

Sd/-
Venkataramanan S
Company Secretary
M.No. 28842

NOTES:

1. The Ministry of Corporate Affairs ('MCA') has vide its General Circular No.03/2025 on 22.09.2025 directed the companies / issued clarifications / extended relaxations, to hold the Annual General Meetings through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"). In compliance with the said MCA Circular, the Annual General Meeting of the Bank will be held **through VC / OAVM at "Raya Mahal", 45-46, Gandhi Adigal Salai, Kumbakonam - 612 001 and a facility has been arranged thereat by the Bank for the shareholders present at the venue to view the proceedings of the meeting.**

2. As per the circulars issued by MCA and SEBI, the Notice of this AGM along with the Annual Report for FY 2026 is being sent through electronic mode only to those Shareholders whose e-mail addresses are registered with the Bank / Depositories. Members may note that the above documents shall be available in the website of the Bank and Stock Exchanges viz., www.cityunionbank.bank.in; www.nseindia.com; www.bseindia.com. The Shareholders who have not registered their e-mail id may obtain the Annual Report and Notice in the manner mentioned in the below paras.

Attending e-AGM & remote e-Voting: The members can attend the meeting through video conferencing platform provided by **National Securities Depositories Limited ("NSDL")**. In terms of Section 108 of the Companies Act, 2013 read with the Rules made there under and Regulation 44 of the SEBI Listing Regulations, 2015, the Bank is providing remote e-Voting facility to its Members holding shares in Physical / Demat mode, as on the cut-off date. Such remote e-Voting platform is also provided by NSDL only. The user manual for the above is set out at the end of this Notice.

3. The attendance of the Members attending the AGM through VC / OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
4. At the time of logging-in to the system to attend the AGM or during the course of AGM, if a Member loses the connection, the same shall not be a ground for complaint.

5. The Chairman reserves the right to limit the number of Members asking questions depending on either the availability of time or live streaming concerns or any other unforeseen situations if any, at the time of AGM.

6. PROXY

Since the AGM is being conducted through VC / OAVM, the facility of Proxy form is not applicable. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM in the prescribed mode and cast their votes through e-Voting.

7. Institutional / Corporate Shareholders (i.e., other than Individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF / JPG format) of its Board or governing body Resolution / Authorization etc., authorizing its representative to attend the e-AGM on its behalf and to vote through remote e-Voting process. The e-mail may be sent directly to the scrutinizer at scrutinizer@cityunionbank.in with a copy marked to RTA at inward@integratedindia.in

8. EXPLANATORY STATEMENT

The relative Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of the relevant Ordinary Business and for all the Special Businesses is annexed hereto.

9. All relevant documents referred to in this Notice requiring the approval of the Members at the meeting shall be available for inspection by the Members at the Registered / Admin. Office of the Bank up to the date of AGM on all working days between 10:00 a.m. to 12:00 noon. However, Members seeking to inspect are requested to drop an e-mail at shares@cityunionbank.in.

10. DIVIDEND ENTITLEMENT

The Board of Directors at its meeting held on April 27, 2026 has recommended a dividend of 200% i.e., ₹2/- per equity share on face value of ₹1/- each fully paid up for the Financial Year 2025-26, subject to approval of Members at the ensuing AGM. The record date to determine eligibility of Members for payment

of dividend is the Friday, July 31, 2026. The dividend, if declared by the Members, will be paid by the Bank within the statutory timelines from the conclusion of the AGM in a manner as prescribed under the Companies Act, 2013 and SEBI Listing Regulations, 2015, as amended.

In terms of the provisions of the Income-tax Act, 2025, ("IT Act") the Bank is required to deduct tax at source from dividend paid to Members, at the rates prescribed under the IT Act. The tax rates would vary depending on the residential status of the Member and the exemptions as enumerated in the IT Act subject to fulfilling the documentary requirements, such as submission / non-submission of PAN, Form 121 as applicable. Accordingly, Members are requested to submit pre-requisite forms to the Bank / RTA by e-mail to shares@cityunionbank.in or einward@integratedindia.in on or before the Friday, July 31, 2026.

Dividend, after declaration at the AGM, will be paid to such Members whose names appear in the Register of Members of the Bank as on the record date.

11. DEMATERIALIZATION OF SHARES

The shares of the Bank are traded compulsorily in dematerialized form with effect from June 25, 2001 in the Stock Exchanges viz., "The NSE Limited" & "BSE Limited". The shareholders who have not so far dematerialized their shares are requested to do so in their own interest having regard to the safety and benefits attached thereto. As per SEBI circular all share transfers shall only take place in Demat mode w.e.f. April 01, 2019. Now the shares of the Bank are traded only in Demat mode. Further, to enhance ease of dealing in securities markets by investors, SEBI vide its circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has directed all listed entities to issue securities in Demat mode only, while processing the following service request viz., Issue of Duplicate Securities Certificate, Claim from Unclaimed Suspense Account, Renewal/ Exchange of Securities Certificate, Endorsement, Sub-division / Splitting of Securities Certificate, Consolidation of Securities Certificates / Folios, Transmission, Transposition etc.

The Securities Holder / Claimant shall submit duly filled Form ISR - 4 (available in the website of the Bank / RTA) to the RTA in respect of any of above mentioned claims and the RTA after processing the service request, shall credit the securities of the security holder/claimant, directly in their demat account, within 30 days of receipt of service request.

12 UNCLAIMED DIVIDENDS/ SHARES TRANSFERRED TO IEPF AUTHORITY

In terms of the relevant provisions of Sections 124 and 125 of the Companies Act, 2013 and the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 as amended from time to time, the Unclaimed Dividend and the underlying Equity Shares of the Bank for FY 2017-18 along with the unclaimed sale proceeds of Fractional Bonus shares for FY 2017-18 has been transferred to IEPF Authority during FY 2026.

The Unclaimed Dividend and also the underlying Shares for FY 2018-19 will be transferred to IEPF Authority pursuant to aforesaid provisions, in the current financial year i.e., FY 2027. For details on year wise Unclaimed Dividends to be transferred / Shares already transferred to IEPF, kindly refer to the Corporate Governance section of the Annual Report. The Shareholders are therefore requested to contact RTA for claiming their Unclaimed Dividend and / or Shares transferred to IEPF Authority and also visit the website of the Bank in this regard. Further, the dividend warrants if any, lying with the Shareholders in respect of such period(s) have to be submitted for revalidation to the Company Secretary & Compliance Officer, City Union Bank Limited, "NARAYANA", Administrative Office, No. 24-B, Gandhi Nagar, Kumbakonam - 612 001.

13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in Securities Market. Members holding shares in electronic form are, therefore, requested to submit their PAN & updated Bank account details to their Depository Participants with whom they are maintaining their Demat Accounts. Members holding shares in Physical form can submit their PAN details to the RTA.

14. SEBI vide its Circular No. HO/38/13/11(2)2026-MIRSD-POD/ 1/3750/2026 dated January 30, 2026 read with SEBI/HO/MIRSD/MIRSD-PoD/P/CIR/2025 /97 dated July 02, 2025, has notified a special window for a period of one year from February 05, 2026 to February 04, 2027 for transfer and dematerialization ("demat") of physical securities which were sold / purchased prior to April 01, 2019 and were rejected, returned, due to deficiencies in documents / process or otherwise. The concerned shareholders are requested to get in touch with the Bank's RTA in this regard.

15. With effect from April 2, 2026, SEBI has mandated the RTAs / listed companies to credit the securities directly to the active demat account of the investor after necessary due-diligence by RTAs instead of issuing LOC in respect of matters - Transmission of shares, Name Change, Status Change, Name Correction, Consolidation / Split of Shares, Transposition, Claim from Unclaimed Suspense Account, Issuance of Duplicate Certificate in lieu of Original etc. The Shareholders are requested to take note of this update.

16. The Bank continues to support the "Green Initiative" announced by the Government of India, and in this regard the Shareholders who have not registered their e-mail address so far are requested to register their e-mail address (for Demat holders - with their respective DPs and for holders in Physical form - with our RTA) to enable the Bank to send all future correspondence through e-mail.

17. Electronic copy of the Annual Report and Notice for FY 2025-26 indicating the process and manner of e Voting is being sent to all the Members whose e-mail IDs are registered with the Bank / Depository Participant(s) for communication purposes unless any Member has requested for a hard copy of the same. Members may further note that the Notice and the Annual Report for FY 2025-26 is available on the Bank's website www.cityunionbank.bank.in for download.

18. Voting through electronic means

In terms of Section 108 of the Companies Act, 2013 and the Companies (Management and Administration) Rules, 2014 as amended and read with Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, the Bank is pleased to provide its Members

holding shares in Physical / Demat mode, facility to exercise their right to vote at the Annual General Meeting by electronic means through 'Remote e-Voting' services provided by National Securities Depository Limited (NSDL).

The "**cut-off date**" for the "**Remote e-Voting**" is **Friday, August 7, 2026**. The instructions for e-Voting are appended to this Notice. The remote e-Voting will **commence on Monday, August 10, 2026 (9:00 a.m.)**, and **close on Thursday, August 13, 2026 (5:00 p.m.)**. Kindly note the AGM is being held through VC / OAVM mode only from a specified venue. **Any shareholder of the Bank may join the meeting at the venue but no physical voting by any means will be available to such shareholders.**

In Compliance with the Companies (Management and Administration) Amendment Rules, 2015, the Bank is also pleased to provide the electronic voting system during the AGM. The said facility shall be in operation till all the resolutions are considered and voted upon in the meeting and may be used for voting only by the Members attending the meeting and who have not exercised their right to vote through remote e-Voting. The Shareholders, who are eligible to vote as on the "cut-off" date, but have not exercised their right to vote through remote e-Voting shall cast their votes at the AGM through e-Voting for all the resolutions set out in the Notice. Shareholders who have already exercised their right to vote through remote e-Voting may attend the AGM but shall not vote at the AGM.

As per the approval accorded by the Shareholders of the Bank at its meeting held on August 13, 2025 Mr. V. Sankar, Partner M/s. KUVS & Associates Practicing Company Secretaries, Tiruchirapalli will act as Scrutinizer for the e-voting process and shall report in fair and transparent manner.

19. Update your KYC: Pursuant to SEBI Circular no. SEBI/HO /MIRSD /MIRSD-PoD-1/P/CIR/2023 /181 dt. November 17, 2023 the Shareholders holding shares in Physical/ Demat mode are required to update their KYC details with the Bank / RTA or with their respective Depository Participant (DP) by submitting ISR-2 along with -

- a. ID Proof: Self Attested copy of PAN Card
- b. Address Proof: Self-Attested copy of Passport / Aadhar Card / Bank Pass Book / Voter Card / Driving License.

EXPLANATORY STATEMENT

[Pursuant to Section 102 of the Companies Act, 2013 and Regulation 36(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Item No. 3

EXPLANATORY STATEMENT FOR THIS ORDINARY BUSINESS ITEM IS NOT REQUIRED UNDER THE PROVISIONS OF THE COMPANIES ACT, 2013. HOWEVER, THE EXPLANATORY STATEMENT IS BEING GIVEN PURSUANT TO THE PROVISIONS OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, as amended.

M/s. P. B. Vijayaraghavan & Co., Chartered Accountants, Chennai (FRN 004721S) and **M/s. M. Srinivasan & Associates,** Chartered Accountants, Chennai (FRN 004050S) were appointed as Joint Statutory Central Auditors of the Bank for the Financial year 2025-26 at the previous AGM held on August 13, 2025.

Pursuant to the Guidelines on Appointment of Statutory Central Auditors (SCAs) / Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBs and NBFCs (including HFCs) dated April 27, 2021 issued by the Reserve Bank of India ('RBI Guidelines'), Banks may appoint the SCAs / SAs for a continuous period of three years. Since the Joint Statutory Central Auditors of the Bank will be completing their second term at the conclusion of this AGM for FY 2025-26, the Board of directors of the Bank recommends the re-appointment of M/s. P.B. Vijayaraghavan & Co., Chartered Accountants, Chennai (FRN 004721S) and M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai (FRN 004050S) as Joint Statutory Central Auditors of the Bank (JSCA) for the third & final term, from the conclusion of this Annual General Meeting till the conclusion of next

Annual General Meeting of the Bank as per the approval of RBI vide Ref CO.DOS.RPD.No.S2057/08.13.005/2026-27 its letter dated June 16, 2026.

The terms and conditions of appointment including an overall remuneration of ₹ 1,24,00,000/- (Rupees One Crore Twenty Four Lakhs only) for FY 2026-27 (being an increase of 12.72% appx. from earlier remuneration of ₹ 1,10,00,000/-), to be allocated by the Bank between the two Joint Statutory Central Auditors depending upon their respective scope of work as may be mutually agreed between the Bank and Joint Statutory Central Auditors plus out of pocket expenses and applicable taxes.

The increase is justified considering enlargement in the scope of their work emanating from various circulars / notifications issued by Reserve Bank of India and Securities and Exchange Board of India, with increase in number of certificates to be issued, coupled with increase in volume of work and man-hours involved.

Considering additional efforts taken by SCAs and taking into account the profile, experience and specialization in Audit of Banking and Financial Services Sector by the SCAs, the Audit Committee and the Board of Directors of the Bank recommends to the Shareholders for their appointment for third and final term and also enhancement in professional fees as aforesaid.

The proposed Auditors have confirmed their eligibility and submitted all relevant declarations for their re-appointment as SCAs in terms of Section 141 of the Companies Act, 2013 & applicable rules and also under the Reserve Bank of India guidelines.

Profile of SCAs / Credentials:

M/s. P.B. Vijayaraghavan & Co.,
Chartered Accountants, Chennai
(FRN 004721S)

M/s. P. B. Vijayaraghavan & Co., was founded in the year 1953. It has more than seven decades of audit experience under various facets of audit such as Statutory Audits of Banks, Insurance Companies, Multi-State & District Co-operative Societies, Public Sector Companies and Corporate sector, GST Audit and Forensic Audit. It has more than 60 qualified & experienced professional staff including partners on various audits and other assignments in diverse fields.

The firm had conducted Statutory Audit of the Reserve Bank of India (including Central Office). Moreover, in the past, it was associated as Statutory Central Auditors with some of the Banks viz., State Bank of India, Punjab National Bank, Central Bank of India, Bank of Madura (merged with ICICI Bank), Oriental Bank of Commerce, Dhanlaxmi Bank Limited, State Bank of Mysore, Da Afghanistan Bank (Apex Bank of Afghanistan), AZIZI Bank - Kabul etc.

Profile of SCAs / Credentials:

M/s M. Srinivasan & Associates,
Chartered Accountants, Chennai
(FRN 004050S),

M/s. M. Srinivasan & Associates was established in the year 1987. The firm has been providing wide range of services from Assurance, Internal Audit, Statutory Audit, Direct and Indirect Taxation, Consulting, Corporate and International taxation, Consulting etc. for the last 38 years. The firm has around 16 professionally qualified members and 60 audit resources, working in house with clients from wide segments such as Automobile, Banking, FMCG, Retail, Telecom, Insurance, IT, Hospitality and Health Care, Real Estate, Pharmaceuticals, Mutual Funds, Oil and Gas, Gems and Jewellery etc.

The Banking clientele of the firm includes some of the major banks viz., Kotak Mahindra Bank Limited, ICICI Bank and IndBank (subsidiary of Indian Bank) Merchant Banking Services Limited and also, the firm was the Statutory Central Auditors of Indian Overseas Bank.

The Joint Statutory Central Auditors of the Bank, during the FY 2025-26 have audited 954 branches / offices (including Central office) as a part of annual audit. The remuneration paid to them for Annual Audit and Quarterly Financial Review for the year 2025-26 is as under:

(₹ in Lakhs)

Sl. No.	Particulars	Amount
1.	Fees paid for Statutory Central Audit and Branch Audit for FY 2026	115.78
2.	Travel Allowance (including other out of pocket expenses) paid for Statutory Central Audit and Branch Audit for FY 2026	15.33

The proposed Auditors are independent of the Management of the Bank. Hence, the Board recommends to shareholders, the appointment of **M/s. P. B. Vijayaraghavan & Co.,** Chartered Accountants, Chennai (FRN 004721S) and **M/s. M. Srinivasan & Associates,** Chartered Accountants, Chennai (FRN 004050S), as the Joint Statutory Central Auditors of the Bank for the **Third and Final term for FY 2026-27** to hold the office from the conclusion of the ensuing AGM until the conclusion of the next AGM of the Bank.

None of the Directors and Key Managerial Personnel and their relatives are concerned or interested in this resolution.

The Board recommends the Resolution set out at Item No.3 of this Notice for the approval of Members by passing Ordinary Resolution.

Item No.4

In terms of the provisions of the Companies Act, 2013 and the Rules made there under, the Branches of the Bank have to be audited either by Statutory Central Auditors or by other qualified Auditors as a regular audit work on a yearly basis. Accordingly, the Bank intends to entrust the Audit of its Branch Offices either to the Statutory Central

Auditors or to other qualified Auditors in consultation with Statutory Central Auditors on such remuneration and on such terms and conditions as the Board deems fit based on the recommendations of the Audit Committee of the Board. None of the Directors and Key Managerial Personnel and their relatives are concerned or interested in this resolution. The Board recommends the Ordinary Resolution set out at Item No.4 of this Notice for the approval of Members by passing Ordinary Resolution.

Item no. 5

The existing authorised share capital of the Bank is ₹100,00,00,000/- (Rupees One Hundred Crore only) divided into 100,00,00,000 (One Hundred Crore) equity shares of ₹1/- (Rupees one only) each.

In order to augment the capital need for the future expansion and growth of the Bank, it is proposed to appropriately increase the Authorised Share Capital of the Bank by creation of additional ₹100,00,00,000/- (Rupees One Hundred Crore only) divided into 100,00,00,000 (One Hundred Crore) equity shares of ₹1/- (Rupees one only) each.

As on the date of this notice, the Bank's Issued, Subscribed and Paid-up Capital stands at ₹99,07,87,237 having 99,07,87,237 shares of face value ₹1 each.

The alterations to the Authorised Capital is as under:

Existing Authorised Capital of the Bank	Revised Authorised Capital of the Bank
₹ 100,00,00,000/- (Rupees One hundred crore only) divided into 100,00,00,000 Equity shares of ₹ 1/- each	₹ 200,00,00,000/- (Rupees Two hundred crore only) divided into 200,00,00,000 Equity shares of ₹ 1/- each

Pursuant to the relevant provisions of the Banking Regulation Act, 1949, any amendment to the Memorandum of Association of a Bank needs prior approval or no objection from RBI. Accordingly, an application for alteration of Memorandum and Articles of Association of the Bank has been made to the RBI and the approval in this regard is awaited as on the date of this notice. Subject to approval of the RBI (considering any modifications, if any, as may be directed by RBI), the Memorandum and Articles of Association of the Bank is proposed to be suitably altered as below:

Clause no.	Altered clause
Clause 5 of Memorandum	The authorized Share Capital of the Company is ₹ 200,00,00,000/- (Rupees Two hundred crore only) divided into 200,00,00,000 Equity shares of ₹ 1/- each.
Clause 4 (i) of Articles	The Bank in accordance with the provisions of the Acts, may from time to time, increase or reduce the authorized capital of the Bank, by such sum, to be divided into shares of such amount, as may be specified in the resolution.

Further, the provisions of the Companies Act, 2013, requires the Bank to seek the approval of the Members for increasing of the Authorised Share Capital and for the alteration of Capital Clause of the Memorandum of Association and Articles of Association of the Bank.

None of the Directors, Key Managerial Personnel of the Bank and their relatives are concerned or interested in passing of this resolution. The Board recommends the Resolution set out at Item No.5 of this Notice for approval of the Members by passing Special Resolution.

Item No.6

The present Authorized Capital of the Bank is ₹ 100 crore and the Issued and Paid up Capital is ₹99,07,87,237 divided into 99,07,87,237 fully paid equity shares of ₹ 1/- each. The net worth of the Bank at the end of Financial Year 2025-26 stood at ₹10,458.24 crore.

As per statutory guidelines, the Special Resolution has a validity period of 365 days. If this agenda is approved by the Members by way of a Special Resolution, as and when there is a requirement to raise Capital, the Bank can raise funds through QIP at a shorter notice. It is in this context, the Bank has been seeking Shareholders approval with an enabling resolution to go for QIP issue almost every year for operational convenience.

The Resolution proposed is an enabling resolution and the detailed terms and conditions of the issue of the Securities, including the exact price, proportion and timing of the issue of the Securities, and the number of tranches in which such issue be undertaken will be

decided by the Board in consultation with Lead Managers, Advisors and such other authorities and agencies as may be required. The proposal therefore seeks to confer upon the Board / Committee the absolute discretion to determine the terms of issue.

Though we sought Shareholders approval in earlier years, we utilized it only once during July 2014 considering the capital requirements and market trend. Similarly, we now seek the Members approval for QIP issue upto **₹ 500 crore** (Rupees Five Hundred Crore only) including premium. It will be used judiciously at appropriate time depending upon the need and opportunity available. The issue / allotment would be subject to the applicable regulatory approvals, if any.

None of the Directors and Key Managerial Personnel and their relatives are concerned or interested in this resolution. The Board recommends the Resolution set out at Item No.6 of this Notice for approval of the Members by passing Special Resolution.

By Order of the Board
For **CITY UNION BANK LIMITED**

Venkataramanan S
Company Secretary
M.No. 28842

Date : June 23, 2026
Place : Chennai

INSTRUCTIONS FOR REMOTE E-VOTING AND E-VOTING AT THE AGM

1. The Members can join the AGM in the VC / OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC / OAVM will be made available for 1,000 Members on first come first serve basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
2. The remote e-Voting period **begins on Monday, August 10, 2026 at 9:00 A.M. and ends on Thursday, August 13, 2026 at 5:00 P.M.** The remote e-Voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the **cut-off date i.e. the Friday, August 7, 2026** may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on such cut-off date.

The Instructions for Members for e-Voting on the day of the AGM are as under:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-Voting.
2. Only those Members / shareholders, who will be present in the AGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote again during the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-Voting.

Instructions for members for attending the AGM through VC/OAVM are As Under:

1. Member will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting

system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC / OAVM" placed under "Join Meeting" menu against company name. You are requested to click on VC / OAVM link placed under Join Meeting menu. The link for VC / OAVM will be available in Shareholder / Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the Notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views / have questions may send their questions in advance mentioning their name Demat Account Number / Folio Number, e-mail ID, mobile number at shares@cityunionbank.in. The same will be replied by the company suitably.
6. **Speaker Registration before e-AGM:**

Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered e-mail address mentioning their name, DP ID and Client ID/ Folio Number, PAN, Mobile Number at shares@cityunionbank.in till **Friday, August 7, 2026 at 5:00 P.M.** Those Members who have registered themselves as a speaker will only be allowed to express their views / ask questions during the AGM. The Bank reserves the right to restrict the number of speakers depending on the availability of time for the AGM. Speakers are requested to keep their questions / clarifications on the business items as short as possible and to the point.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	- For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client ID, PAN, Verification code and generate OTP. Enter the OTP received on registered email ID/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. - Existing IDeAS user can visit the e-Services website of NSDL Viz., https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period. - If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp - Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. - Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.

NSDL Mobile App is available on

App Store



Google Play



Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section.

3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?

- (I) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares

held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

- (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a) Click on **"Forgot User Details/Password?"** (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- b) **Physical User Reset Password?"** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2:

Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to scrutinizer@cityunionbank.in with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on : 022 - 4886 7000 or send a request to Ms. Pallavi Mhatre (Assistant Vice President) at evoting@nsdl.com

Process for those shareholders whose e-mail IDs are not registered with the depositories for procuring user ID and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to shares@cityunionbank.in
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to shares@cityunionbank.in
3. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.**
4. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.
5. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

NOTES

Trust and Excellence



CUB
Trust and Excellence
SINCE 1904

CITY UNION BANK LIMITED

CUB - 120TH FOUNDATION DAY CELEBRATIONS Honoring the Swadeshi Banking Legacy on 02-09-2025 at Chennai



Inauguration of 1000th Branch at Ammachathiram, Kumbakonam, Thanjavur District, Tamilnadu.



LEADERSHIP PASSED ON, EXCELLENCE CARRIED FORWARD



**MD & CEO transition moments - Dr. N. Kamakodi to Shri. R. Vijay Anandh
01.05.2026 at Admin. Office, Kumbakonam, Thanjavur District, Tamil Nadu.**

BOARD OF DIRECTORS

NON-EXECUTIVE PART-TIME CHAIRMAN



G. MAHALINGAM

M.Sc., MBA., CAIIB

MANAGING DIRECTOR & CEO



Dr. N. KAMAKODI

B.Tech., MBA., CAIIB, Ph.D
(upto April 30, 2026)



R. VIJAY ANANDH

B.Sc., MBA
(w.e.f. May 1, 2026)



K. VAIDYANATHAN

B.Sc., FCMA., FCS



T. K. RAMKUMAR

B.Com., B.L.



Prof. V. KAMAKOTI

B.E., M.S., Ph.D



LALITHA RAMESWARAN

B.Com., FCA., DISA



K. SUBRAMANIAN

B.Sc., ACA



R. MOHAN

B.Sc., MBA., CAIIB



V. RAMESH

M.Sc., A.C.S., JAIIB.
EXECUTIVE DIRECTOR

EXECUTIVE PRESIDENT



SANKARAN G

SENIOR GENERAL MANAGERS



GOPALAKRISHNAN V



JAYARAMAN K

GENERAL MANAGERS



BALAJI R



VENKATESH S



VENKATKISHNA V



SUBRAMANIAN T R



MOHAMMED IRSHAD SHOUKATH



SATISH KUMAR G



KAMAL SABHLOK

SENIOR DEPUTY GENERAL MANAGERS

SUBBARAMAN R
MOHAN S
NARAYANAN R
RAJENDRAN C

VENKATAKRISHNAN S
SATISH K
SAKTHIVEL MURUGESAN
VIGNESH S

RAVIKANT SUBBARAO RAO
VIJAY KUMAR RAMAKRISHNA

DEPUTY GENERAL MANAGERS

VENKATAKRISHNAN K
MOHANKUMARAMANGALAM N
SIVAKUMAR V
SADAGOPAN J
MUTHU KUMARAN P
VENKATASUBRAMANIAN V
VIJAY CHANDAR K T

CHIDAMBARASELVAN M
PRAKASH R
JEGANNATHAN R
SANJAY B
CHIRAG SHAH
SVSS JANAKIRAM
KIRAN KUMAR R

MOHAMMAD ANOWARUL MANNAN
SUDEEP BHARGAVA
AMARNATH R
VIDHYASANKAR CHANDRAMOULI
ARUN CV
AJESH KUMAR
ANANDAN G K
HARI KUMAR KASA

ASSISTANT GENERAL MANAGERS

AMIRTHAGANESH T S
PAVANKUMAR L
VISWANATHAN G
NATARAJAN R
LAKSHMI B
MOHAN R
RAMANARAYANAN S
MUTHUKUMAR P
VAIDYANATHAN N
MOUNACHANDRAN S
RAMAKRISHNAN K
SENTHILKUMAR S
SATHISH KUMAR B
GURU PRASATH S
VASUKI G
SRINIVASAN V
SWAMINATHAN R
SRIRAM S
SRINIVASA PRASAD K K
ARUL ARASU A
VENKATESAN G
BASKARAN P C
MARTIN AMIRTHA RAJ E
KALYANA SUNDARAM S
GANESH SHENOY K
MEENAKSHISUNDARAM S
BABU GIRISHKUMAR K G
SIVASUBRAMANIAN J S
NANDAKUMAR R
EKAPPAN S
VENKATARAMAN K
PARTHASARATHY V
BALAJI S
GOVINDARAJ G
MADAN KUMAR R
BALASUBRAMANIAN S
YOGAVEL R
SARAVANAKUMAR R
SENTHILKUMAR RK
RAMJI K
VENKATESH S
GANESH V
SUYAMBULINGA RAJA G
VENKAT SAIRAM S

SATHYANARAYANAN KV
RAGHUNATHA REDDY S
GURUMOORTHY V
VIJAY ANAND B
RAJAN MT
SIVANESAKUMAR J
MANOJ KUMAR S
MAHESHWARAN M D
JAYAKAR T D
ARUN JANARDHANA
PEDDIREDDY V SUBHASH
SRIRAM T S
KUNAL DHOKE
NEELASRIKANDAN V R
JOHN PAUL RAJANAYAGAM
GOWRISUDHAN V
SANTHOSH KUMAR K V
RAGHUNATH RAJAGOPALAN
BALAKARTHIKA R
KARUNAKARAN R
SHASHANK BAGWE
SANGEETHA S
PRIYA B
AVINASH PATOLE
SAMINATHAN SURIYANARAYANAN
MANISH TANEJA
AJAY KUMAR RENDLA
SATYANARAYANA LAKKOJU
KIRAN KUMAR P
RATHI SHANKAR
SACHIN SUDHIR NESARIKAR
KARTHIKEYANI G
ASHUTOSH PATNAIK
SUJITH KURUP
ROSHAN POOJARI
JAISHANKAR RAMACHANDRA IYER
VAIDYANATHAN R
VENKATAKRISHNAN P
CHARATH MK
VAITHIANATHAN K
SIDDHALINGESH JANGALER
ELVIS ANTONY D
SARAVANAN D

BALAJI PANDURANGAN
MANIKANDAN K
SRIVATSAN SESHADRI
SIVAMANI K V
DHANAPALAN K
VIKASH JOSHI
KUMAR R
BALACHANDER S
VISWANATHAN G
JEEVENDRAN B
JYOTI BABBAR
USHA N
BAGHAVATHY N
KRISHNA PRIYA V S
RAJESH P
RAJENDRA PRASATH A
SUNDARARAMAN R
PANDU RANGA KUMAR S N
PHANENDRA KUMAR A N V VRR
RAMPRASAD S
PUNITHAN A
ENOCH PHILIP GEORGE
MAHESH R
BHAWANI SHANKAR SONI
Ayyappa M
HARISH KUMAR J
NARENDRA TIWARY
VENU GOPAL BURUGULA
VIVEK KALANI
SHANKAR GANESH G S
SUDHARSAN S
MOHANASUNDARAM B
SANJAY RAGHAVAN
RAMAN A K V
MAGESH S
MATHIVANAN K
GANESH P
VASUDEVAN BNR
PAPPULAKSHMI A
DHANUSH J NATHAN
SRIDHAR NARAYANAN BHATTAR
BHASKAR DAVID
SHAJENDER PRATAP SINGH

CHIEF FINANCIAL OFFICER

SADAGOPAN J

COMPANY SECRETARY

VENKATARAMANAN S

Awards & Recognitions



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JOINT STATUTORY CENTRAL AUDITORS

M/s. P. B. Vijayaraghavan & Co.,
Chartered Accountants,
14, (Old No. 27) Cathedral Garden Road,
Nungambakkam, Chennai - 600 034.

M/s. M. Srinivasan & Associates,
Chartered Accountants,
5, 9th Floor, B-Wing, Parsn Manere,
442, Anna Salai, Chennai - 600 006.

SECRETARIAL AUDITOR

M/s. KUVS & Associates,
Company Secretaries,
29, Pandamangalam Agraharam,
Woriur, Trichy - 620 003.

REGISTRAR AND TRANSFER AGENTS

M/s. Integrated Registry Management Services Pvt Ltd.,
(Unit : CITY UNION BANK LIMITED)
2nd Floor, "Kences Towers",
No.1 Ramakrishna Street, North Usman Road,
T. Nagar, Chennai - 600 017,
Tamil Nadu, India.

☎ 044-28140801 - 803

✉ einward@integratedindia.in

BRSR CONSULTANT

M/s. J. Sundharesan & Associates,
Company Secretaries,
Governance, Compliance & Sustainability Advisors,
No. 32/33, 2nd Floor, East Park Road,
18th Cross, Malleswaram, Bengaluru - 560 055.

CIN: L65110TN1904PLC001287

REGISTERED OFFICE

149, T.S.R (Big) Street,
Kumbakonam - 612 001.
Thanjavur Dist.,
Tamil Nadu, India.

ADMINISTRATIVE OFFICE

"Narayana", No. 24-B,
Gandhi Nagar,
Kumbakonam - 612 001.
☎ 0435 - 2402322, 2401622, 2402412

CUSTOMER CALL CENTRE

Premier Trade Center, 2nd Floor,
No.1/55, Mayiladuthurai Main Road, Ullur,
Kumbakonam - 612 001.
☎ 044 - 71225000

✉ shares@cityunionbank.in | customercare@cityunionbank.in

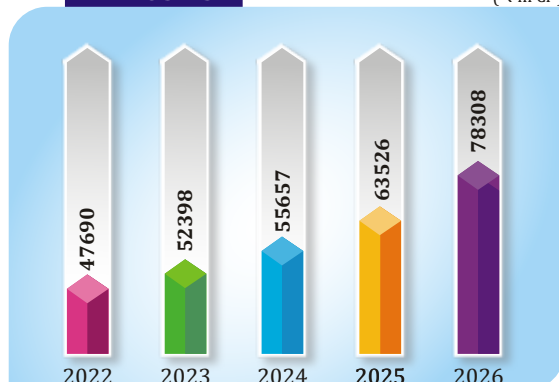
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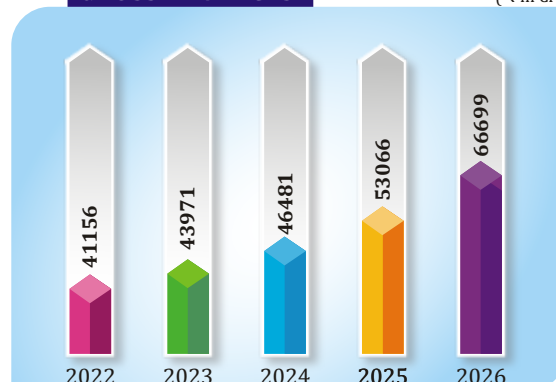
DEPOSITS

(₹ in Cr)



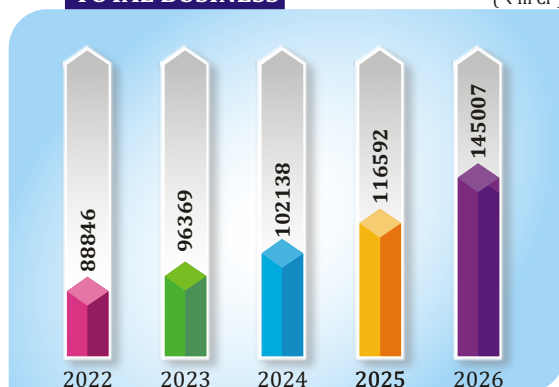
GROSS ADVANCES

(₹ in Cr)



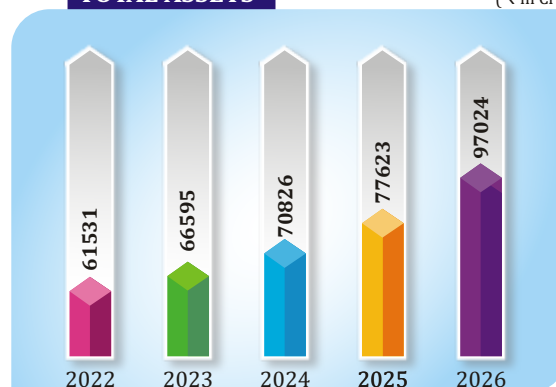
TOTAL BUSINESS

(₹ in Cr)



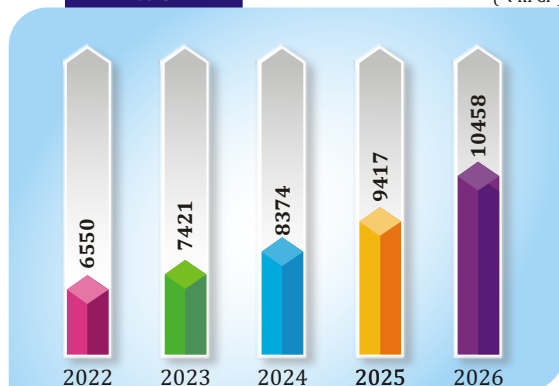
TOTAL ASSETS

(₹ in Cr)



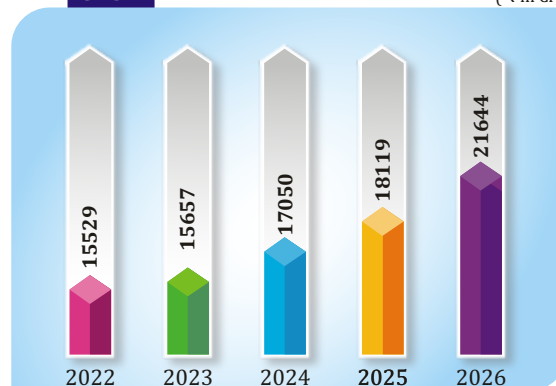
NET WORTH

(₹ in Cr)



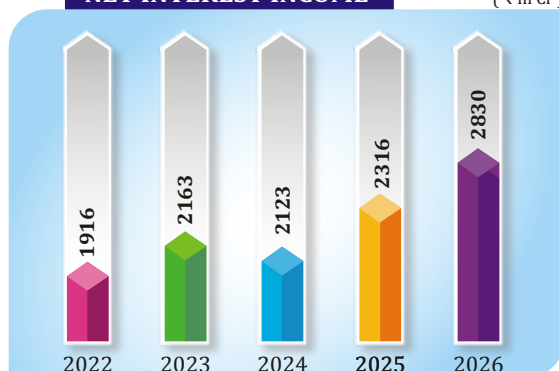
CASA

(₹ in Cr)



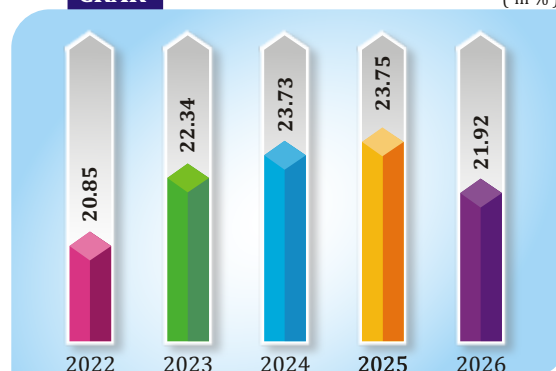
NET INTEREST INCOME

(₹ in Cr)



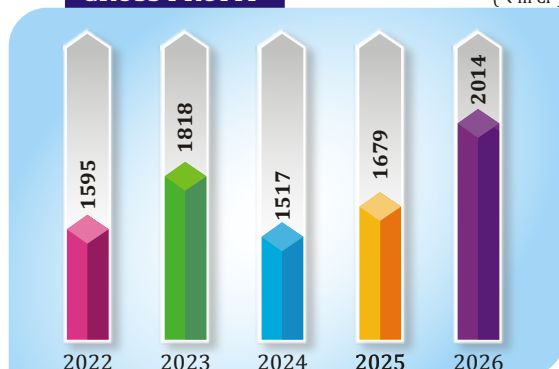
CRAR

(in %)



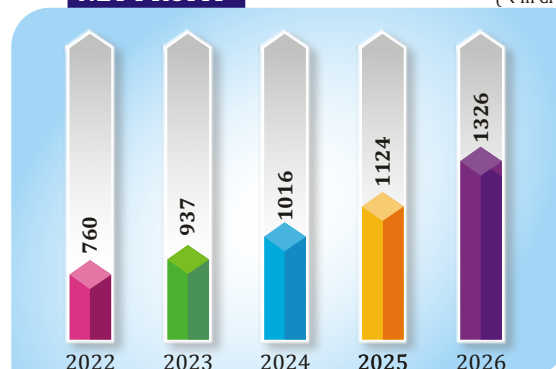
GROSS PROFIT

(₹ in Cr)



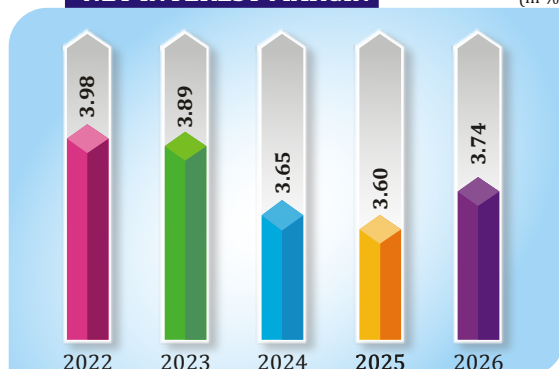
NET PROFIT

(₹ in Cr)



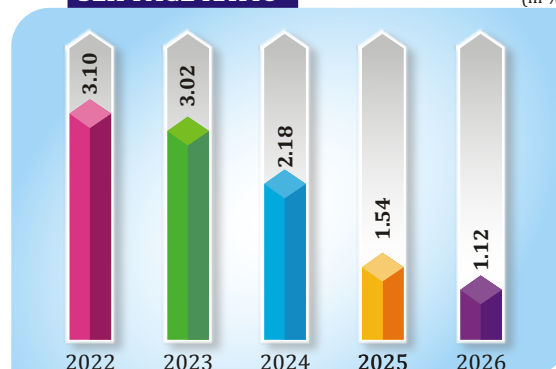
NET INTEREST MARGIN

(in %)



SLIPPAGE RATIO*

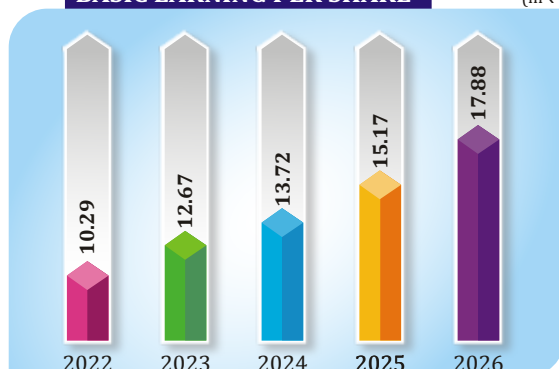
(in %)



*to closing advance

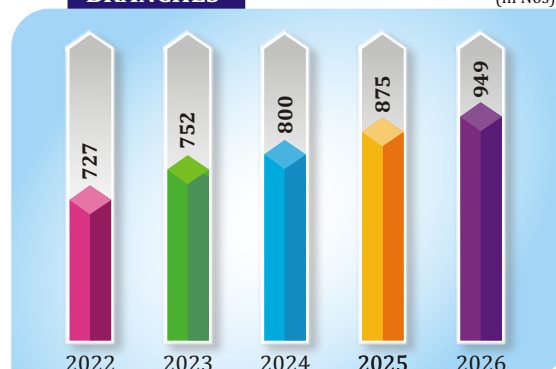
BASIC EARNING PER SHARE

(in ₹)



BRANCHES

(in Nos)





From the Chairman's Desk

Emphasis on technology upgradation and digitalization continues to enhance the allround customer experience.

Your bank continued to expand its footfalls in MSME domain, by catering to the needs of this segment spanning across different industries keeping a close monitoring on the quality of the portfolio. The bank has also stepped up its efforts in the retail to mid segment without compromising on sound parameters like credentials and track record of the borrower, good cash flows as also sound financials. Bank's sustained efforts to tone up recoveries have started showing good results with the declining share of Gross and Net NPA.

Emphasis on technology upgradation and digitalization continues to enhance the allround customer experience.

The Board, the Management and employees are endeavoring together in ensuring that the governance, compliance and assurance functions are given top priority even while the bank is progressing steadily in the path of growth.

Seeking your co-operation for further sustained progress.

Sincerely Yours

G. Mahalingam
Non-Executive Part-Time Chairman
(DIN 09660723)

Dear Stakeholders,

It is my pleasure to present your bank's Annual Report for the fiscal year ended 31 March 2026, which traces the bank's robust performance in terms of solid business growth and healthy profitability amidst the expanding reach of the bank. No doubt the year was tumultuous with flare up in West Asia (with no signs of abatement in Russia Ukraine war) adding to concerns on oil price front, inflation and the resultant likely impact on country's fiscal position, which is being brought back on track with focused efforts. The occasional shortfalls in banking system liquidity combined with steep fall in rupee added to the strains on the banking system, but policy makers timely actions have saved the system from further dire consequences.

Message from the MD & CEO

Dear Stakeholders,

It's truly a great honour and privilege to lead the 122-year-old franchise - I thank the Board, Regulator and Shareholder for approving my candidature.

My sincere gratitude to my predecessor - Dr. N. Kamakodi, for his mentorship and steadfastly supporting the smooth transition of leadership. Also from strategy perspective, I wish to carry forward the business model which we have been focusing for so many years.

For a Bank, which is born on the Banks of Cauvery, it is always emotional and inspiring to work for MSME and Agricultural sector. The development of MSME and Agriculture is a key for Nation Building and as a Bank, we are very proud and we would continue to focus on the same.

While we look ahead, we need to redefine Banking experience - the digital way has been our goal for some time. Our today's innovations should redefine the Banking paradigm in days to come. We continue to move forward with the motto of "Phygital" experience without missing the human touch.

We are wary of the use of Artificial Intelligence in Banking. While we are fully evaluating the pros and cons, we have also started evaluating on how and where to deploy AI. As a result, we have created a centre of Excellence in collaboration with SASTRA University and Industry partners - Centific Global Solutions, Inc. and Univerg to provide AI support. We intend to make use of the same for operational convenience and giving superior experience to our customers. Probably in the next Annual General Meeting - we can discuss the used case on how it has got deployed.

While we have discussed about Phygital and AI - we are seeing a big shift in the digital frauds in Banking. As a Bank, we are ensuring that we continue to invest in cyber security at a very rapid pace so that we don't leave any stones unturned here. We are also cognisant of the fact that right investment in digital and cybersecurity is need of the hour to keep our customers protected.

In terms of branch expansion, you would be very happy to know that we opened our 1000th branch in

investment in digital and cyber security is need of the hour to keep our customers protected



Ammachatiram near our birthplace at Kumbakonam. We are also happy to share that we opened our 975th branch at Jammu. We are proud to share that we are present from Kashmir to Kanyakumari.

We will continue to focus on technology and our core banking strategy will continue with customer at heart and employees as pillar.

I am sure and confident we will have another best year of performance in financial metrics and customer experience with cost optimisation as a key. Needless to say, governance and process will continue to take driver's seat while the Bank moves forward in the path of progress.

Thanking you
Yours faithfully

R. Vijay Anandh

R. Vijay Anandh
Managing Director & CEO
(DIN 09656376)

Chairman & MD Message

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Basel III

15 YEARS OF PROGRESS

(₹ in crore)

Year	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Paid up capital	40.82	47.44	54.27	59.66	59.82	60.11	66.47	73.45	73.73	73.88	73.96	74.04	74.07	74.10	74.30
Reserve fund and Other Reserves	1,202.28	1,593.22	1,970.66	2,635.87	2,992.18	3,510.09	4,096.76	4,767.31	5,222.34	5,768.59	6,511.75	7,383.17	8,327.36	9,392.52	10,490.56
Deposits	16,340.76	20,304.75	22,016.89	24,074.96	27,158.13	30,115.74	32,852.62	38,447.95	40,832.49	44,537.36	47,689.67	52,397.86	55,656.64	63,525.95	78,307.95
Advances	12,137.46	15,246.06	16,096.84	17,965.50	21,056.92	23,832.70	27,852.79	32,673.34	33,927.45	36,157.83	40,358.47	43,053.35	45,525.72	52,081.25	65,875.17
Investments	4,586.19	5,266.80	5,953.56	5,870.67	6,826.45	7,031.45	7,879.11	7,712.20	9,116.79	9,435.94	12,221.22	14,332.63	15,664.11	17,336.14	18,986.92
Net Profit	280.25	322.02	347.07	395.02	444.69	502.77	592.00	682.85	476.32	592.82	760.16	937.48	1,015.73	1,123.63	1,326.23
Dividend	100%	100%	100%	110%	120%	30%	30%	50%	50%	50%	100%	100%	150%	200%	200%*
No. of Branches	300	375	425	475	525	550	600	650	700	702	727	752	800	875	949
Total No. of Staff	3,347	3,785	4,215	4,364	4,517	4,688	5,319	5,518	5,741	5,843	5,367	6,019	7,188	7,605	8,894
Intrinsic value (₹)	30.45	30.44	37.31	45.18	51.02	59.40	62.63	65.91	71.83	79.08	89.04	100.72	113.43	127.75	142.19
Earning Rate (%)	686.55	597.51	639.52	662.12	743.38	836.42	890.63	929.68	646.03	802.41	1,027.80	1,266.18	1,371.31	1,516.37	1,784.97

*Subject to approval of shareholders at this AGM

Directors' Report

Dear Shareholders

The Board of Directors of your Bank is pleased to present the Annual Report on business and operations of your Bank together with the Audited Financial Statements for the Financial Year ended March 31, 2026.

ECONOMIC SCENARIO

Global

During the first half of FY 2025-26, global economy although already plagued by prolonged conflicts in West Asia and the Russia-Ukraine region, exhibited notable resilience amid heightened trade tensions and policy uncertainty. There was a surge in stockpiling of traded goods and increased spending on Artificial Intelligence (AI), signifying a strong risk appetite amidst rising trade barriers. In February 2026, the world witnessed a high level of escalation in the US-Iran conflict, which caused severe trade and supply disruptions with the prolonged shutdown of the prominent Strait of Hormuz, which is one of the world's most vital arteries of energy related trade. As a result, the global growth is experiencing strong headwinds with a sharp rise in energy prices and shortages of vital inputs such as crude oil, thereby escalating the geopolitical risk premium in the oil markets severely affecting maritime trade & commerce. Although global commodity prices of metal and gold have moderated, the financial markets have been experiencing extreme volatility.

The Global Banking Industry recorded the strongest financial performance in over a decade in Calendar Year ['CY'] 2025. The Net Interest Margins of major banks expanded across the advanced economies. The Return on Equity, one of the major barometers of financial health, for large banks exceeded 12% in America and 10% in Western Europe for the first time ever since the Global Financial Crisis. With the Central banks across Western Economies cutting rates, banks with stronger balance sheet and provisioning buffers built during years of higher rates, were better placed to manage losses without adversely affecting the capital base. The International Monetary Fund in its April 2026, World Economic Outlook, projected global growth at 3.1% for CY 2026 revised downwards from the earlier forecasts, due to drag in Trade policy, geo political conflicts and lingering effects of the global monetary tightening cycle. The IMF further predicts that the prolonged West Asia Conflict, would

keep energy prices elevated, decelerate growth in oil importing economies, with little elbow room available for Central banks to ease rates.

Indian

At the commencement of FY 2025-26, the Indian economy was supported by momentum in private consumption and capital formation. The above-normal south-west monsoon resulted in a boost to rural consumption, expansion in services sector and a revival in urban consumption ably supported by an increase in private-sector investment activity. During the reporting year, India's Gross Domestic Product (GDP) registered a six-quarter high of 8.2% due to strong domestic demand (Festive season period) even amidst global trade & policy uncertainties. The Agriculture sector was supported by healthy Kharif crop production, higher reservoir levels & rabi crop production.

During the first half of the CY 2026, the domestic economic activity remained largely steady, even amidst the uncertainties experienced due to the prolonged West Asia Conflict. Merchandise exports recorded strong growth in April 2026, even though Freight & Insurance costs remained high. This year the south-west monsoon is expected to be deficient, particularly in parts of North and North-western India, potentially impacting agricultural activity and rural demand. However, the programmes and initiatives for crop diversification, water harvesting and conservation, climate-resilient practices, and short duration crops are expected to mitigate the impact. Services sector remained robust and sustained the momentum of the previous year, with GST rationalization and stable employment conditions supporting urban consumption. Sustained credit flows from banking & non-banking channels, Government CapEx programs, opening of the insurance sector to 100% FDI, ethanol blending program for energy transition etc., are expected to give a boost to investment activity in the near term. The headline CPI inflation stood at 3.5% in April 2026, driven primarily by elevated food & fuel prices. Since May 2026, the retail crude prices have gone up cumulatively by 7.4%, for petrol and 8.4% for diesel.

Chairman &
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The impact of higher global energy prices is also being felt in other inputs such as Commercial LPG, Industrial raw materials, chemicals, rubber & plastic products. Considering all the factors, the overall CPI inflation for FY 2026-27 is projected to be 5.1%, with Q1 at 4.2%, Q2 at 5.1%, Q3 at 5.9% & Q4 at 5.4%.

Several measures undertaken by the Government, including ECLGS 5.0 (Emergency Credit Line Guarantee Scheme) aimed at supporting the MSME & export sector, sustained efforts to increase domestic gas and crude oil supplies, and the promotion of domestically produced goods over imports, have strengthened the domestic economy's resilience to external shocks. On the external financing front, buoyant Foreign Direct Investment (FDI) and higher net FDI in 2025-26 reflect the sustained interests of global investors in India. However, during FY 2026-27, net FPI into India witnessed an outflow of USD 13.7 billion primarily from the equity segment. As on May 29, 2026 India's foreign exchange reserves stood at a healthy USD 682.3 billion.

Looking ahead, elevated energy and other commodity prices along with supply disruptions are likely to impact economic activity. Considering these factors, real GDP growth for FY 2026-27 is projected at 6.6% quarterly growth, with 6.6% in Q1, 6.3% in Q2, 6.5% in Q3 and 6.8% in Q4.

OUTLOOK

Considering the higher commodity and energy prices and shortage of inputs due to the issues in the Strait of Hormuz, the Central Government has been proactive in ensuring an adequate supply of inputs across critical sectors. On the services side, there has been a sustained momentum in the economic activity, due to GST Rationalization, healthy Balance Sheets of Financial Institutions and Corporates. Agricultural sector's prospects are supported by healthy reservoir levels, while Business expectations remain optimistic owing to the Government's focus on scaling up domestic manufacturing, across several strategic and frontline sectors supported by strong credit growth. Revival in private sector investment, is also expected to augur well

for India's growth prospects. On the external front, merchandise exports in FY 2026-27 are likely to be adversely affected by disruptions to key shipping routes, escalation in freight & insurance costs and lower demand due to the prolonged West Asia conflict. Considering all these factors, real GDP growth for FY 2026-27 is projected at 6.6%, with Q1 at 6.6%, Q2 at 6.3%, Q3 at 6.5% and Q4 at 6.8% with the risks evenly balanced.

India, today stands at a juncture of relatively better macro-economic performance, despite geopolitical uncertainties, and volatile commodity market conditions. Domestic economic activity has exhibited resilience, supported by strong performance in industrial and services activity, broad-based demand and robust corporate performance. Inflation and external vulnerabilities are within the manageable limits. The Indian Financial system is entering this phase of global uncertainty with much stronger and healthier Balance Sheets, comfortable capital buffers, improved profitability and Non- Performing Assets (NPA's) at multi-decade lows.

BANK'S PERFORMANCE

In the above backdrop, your Bank recorded a total business of ₹ 1,45,007 crore in FY 2026, a 24% increase of ₹ 28,415 crore over the previous year figure of ₹ 1,16,592 crore. The Net Profit of the Bank has increased to ₹ 1,326 crore from ₹ 1,124 crore, 18% increase over FY 2025 position. The Net Interest Income of the Bank stood at ₹ 2,830 crore. The Key Performance Indicators i.e., the Return on Assets of the Bank stood at 1.56%, Return on Equity stood at 13.35%, the Net Interest Margin of the Bank stood at 3.74% and the Cost to Income ratio stood at 47.93% during the reporting year. The financial performance has been discussed in detail in the subsequent paragraphs. During the year the Bank opened 74 additional branches to total 949 branches and has 1,764 ATM's as at March 31, 2026. Further information on the state of affairs of the Bank has been discussed in detail in the Management Discussion and Analysis Report forming part of this Report.

FINANCIAL HIGHLIGHTS

(₹ in crore)

Particulars	2025-26	2024-25	Growth (%)
Share Capital	74	74	-
Reserves & Surplus	10,491	9,393	12%
Deposits	78,308	63,526	23%
Advances (Gross)	66,699	53,066	26%
Investments (Gross)	19,019	17,346	10%
Total Assets / Liabilities	97,024	77,623	25%
Total Income	7,909	6,732	17%
Total Expenses	5,895	5,053	17%
Net Interest Income	2,830	2,316	22%
Operating Profit	2,014	1,679	20%
Provisions & Contingencies	688	555	24%
Net Profit (A)	1,326	1,124	18%
Appropriations			
Balance of Profit brought forward (B)	154	113	-
Amount available for appropriations (A+B)	1,480	1,237	-
Transfers to :			
Statutory Reserve	360	300	-
Capital Reserve	16	12	-
General Reserve	665	520	-
Investment Reserve Account	30	50	-
Special Reserve under IT Act, 1961	100	90	-
Dividend	148	111	-
Balance of Profit carried forward	161	154	-
Total	1,480	1,237	-

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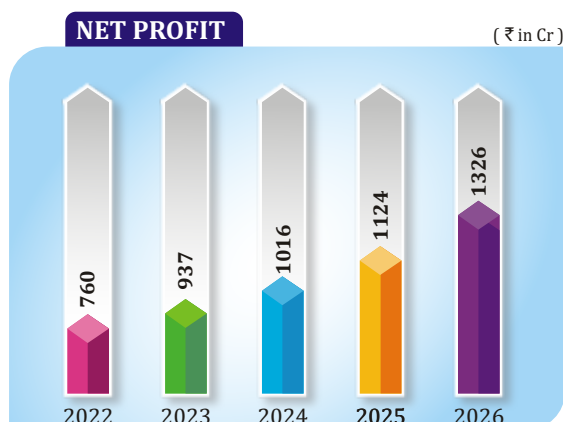
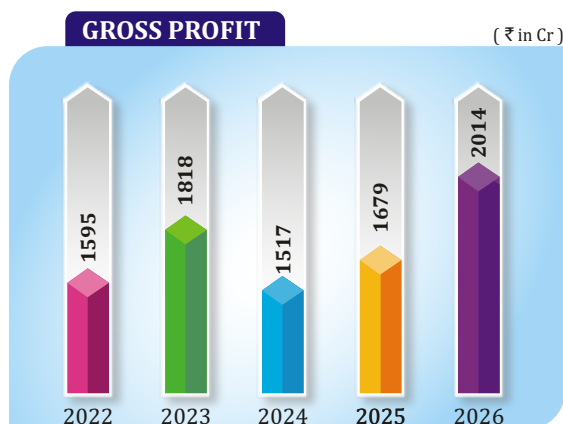
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Basel III

The Deposits and Advances for the current year stood at ₹78,308 crore and ₹66,699 crore respectively. The total business stood at ₹1,45,007 crore as compared to ₹1,16,592 crore for the previous year registering a growth of 24%. The size of the Balance Sheet as on March 31, 2026 is ₹97,024 crore as compared to ₹77,623 crore last year recording an increase of 25%.

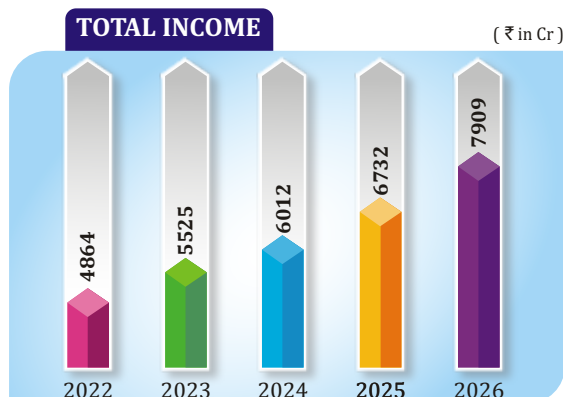
PROFIT

Gross profit and Net profit of the Bank stood at ₹2,014 crore and ₹1,326 crore respectively.



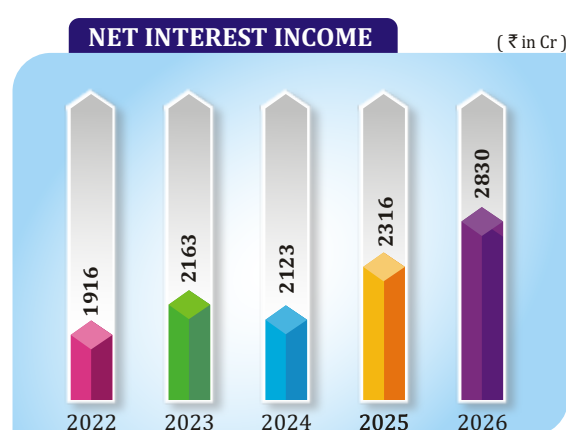
TOTAL INCOME

The Total Income earned by the Bank increased for FY 2026 to record ₹7,909 crore as against ₹6,732 crore in FY 2025, registering an increase of 17%. The non-interest income of the Bank increased to ₹1,039 crore from ₹898 crore. The total expenditure of the Bank increased to ₹5,894 crore as compared to ₹5,053 crore, in the previous year, registering an increase of 17%.



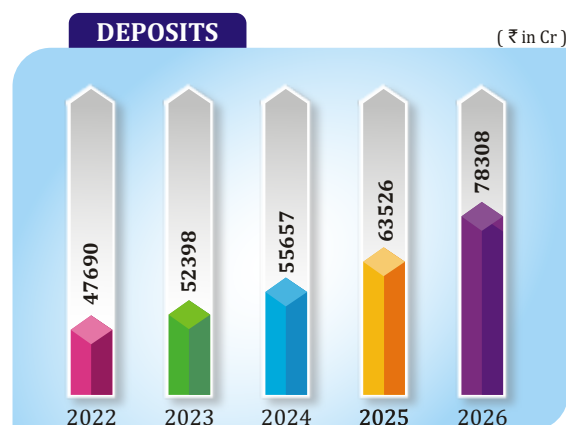
NET INTEREST INCOME

The Net Interest Income for FY 2026 stood at ₹2,830 crore as compared to ₹2,316 crore in the last year.



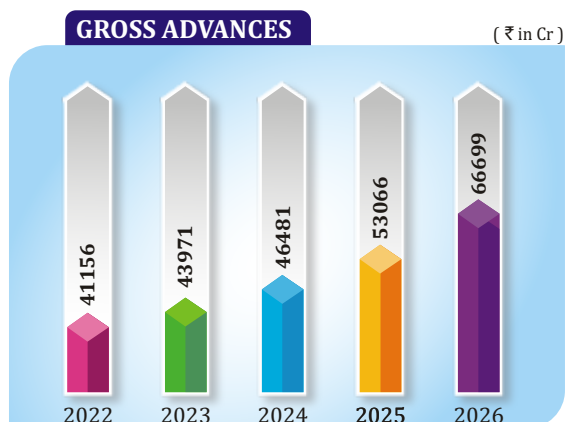
DEPOSITS

The Bank's total Deposits for the year under review increased by ₹14,782 crore to record ₹78,308 crore from ₹63,526 crore registering a growth of 23% over previous year. During the reporting year CASA increased by ₹3,525 crore to record ₹21,644 crore from ₹18,119 crore. The cost of deposit of the Bank stood at 5.70 % in FY 2026 as compared to 5.85 % in FY 2025.



ADVANCES

Gross Advances of the Bank increased by ₹13,633 crore to record ₹66,699 crore from ₹53,066 crore, posting a growth of 26%. The yield on advances decline to 9.75% from 9.79 % during the reporting year. The Bank achieved the target / sub-targets prescribed by the RBI for Priority sector, Agriculture, Micro Enterprises, Small / Marginal farmers and weaker section.



The Gross NPA and Net NPA for the year under review stood at 1.91% and 0.68% respectively as compared to 3.09% and 1.25% in the previous year.

The provision for tax for the reporting year stood at ₹345 crore. The provision for NPA for the financial year was ₹254 crore vis-à-vis ₹255 crore last year. The total provision increased by ₹133 crore to ₹688 crore from ₹555 crore in the previous year.

TREASURY OPERATIONS

Domestic Treasury

The gross investments rose from ₹17,346 crore to ₹19,019 crore as of 31st March 2026. Out of this, total investments in Government Bonds alone were ₹18,873 crore, making up 99.23% of total Investments. The financial year started positively with a 25-basis point cut in repo rate, driven by inflation (CPI) falling to a six-year low of 3.2% and Brent Crude oil prices dropped from \$72 to \$62 per barrel due to increase in supply. The JP Morgan Government Bond Index-Emerging Markets (GBI-EM) has reached 10% weightage by regular inflow of FPI of \$20 - \$25 billion in April 2025. US treasury yields were volatile ranging 4% to 4.50% influenced by US trade policy announcements and geopolitical tensions. The US Fed reduced its policy rate cumulatively by 75 bps during the year. The Reserve Bank of India announced CRR cut by 100 bps and REPO rate cut by 125 bps during the year. RBI also injected durable liquidity of ₹16.30 trillion into the banking system through multiple rounds of Open Market Operations (OMOs), buy / sell swaps in forex markets and VRR to manage tightening cash conditions. In FY 2026, benchmark bond yields touched a low of 6.10% and reversed swiftly during the course of the year and closed at 7.03% on account of US trade tariff and West- Asia geopolitical tension. The Bank booked a profit of ₹96.84 crore during the year.

Forex Treasury

During the FY 2025-26, the Indian Rupee depreciated by roughly 11% against US dollar, hitting its weakest level in over a decade, closing near ₹94.83. The Rupee crossed the ₹95 per USD mark for the first time in late March 2026. The main reasons behind the Rupee's decline include persistent Foreign Portfolio Investor (FPI) outflows, elevated crude oil prices amid West Asia geopolitical tensions. Currently, the RBI has adopted a more 'pragmatic and flexible' stance, letting the Rupee find its market level instead of defending specific thresholds- a shift from its earlier policy. India's real GDP growth for FY 2026 projected at 7.6%, driven mainly by strong domestic consumption and investment. Indian forex reserves rose slightly to \$688.06 billion as of March 31, 2026. The Japanese Yen experienced sharp volatility on carry trade unwinding when Bank of Japan-Central Bank raised its interest rate. As the Yen strengthened, it erased the carry-trade gains, forcing position to be unwound quickly. During the First & Second quarters, the US 10-Year Treasury yield surged to its highest level of 4.48% and crude oil prices went up to \$120 per bbl due to the uncertainty over the import tariff imposed by US President, Donald Trump. In FY2025-26, profit on foreign exchange operations was ₹60.82 crore compared with ₹37.71 crore in the previous financial year.

NET WORTH & CAPITAL ADEQUACY RATIO

Net Worth

The paid-up Share Capital of the Bank increased to ₹74.30 crore as on March 31, 2026 from ₹74.10 crore as on March 31, 2025. During the reporting period, the Bank has allotted 20,61,528 Equity Shares to employees under Employee Stock Options pursuant to CUB ESOS Scheme 2008 & CUB ESOS Scheme 2017.

The Net worth of the Bank stands improved to ₹10,458.24 crore as on March 31, 2026 from ₹9,416.87 crore as on March 31, 2025.

Capital Adequacy Ratio

As of March 31, 2026, the Bank maintained a strong capital position with a Tier I Capital Adequacy Ratio (CRAR) of 20.82% and Total CRAR of 21.92%, significantly exceeding the RBI-prescribed Basel III minimum requirement of 11.50%, including the Capital Conservation Buffer (CCB) of 2.50%. Tier I Capital and Tier II Capital are ₹10,116.06 crore and ₹534.64 crore respectively as on March 31, 2026. The substantial capital buffer underlines the Bank's financial strength, resilience, and capacity to support future business growth and take care of potential stress scenarios.

BONUS SHARES

The Board of Directors of your Bank at its meeting held on April 27, 2026, recommended the issue of bonus equity share in the ratio of 1 equity share for every 3 equity shares of face value of ₹1/- each (1:3) and the same was approved by the shareholders of the Bank through Postal ballot on May 29, 2026 with a requisite majority.

Accordingly, 24,76,96,809 Bonus shares were allotted on June 15, 2026 to the eligible shareholders as on the record date i.e., June 12, 2026.

DIVIDEND

The Board of Directors of the Bank at its meeting held on April 27, 2026, had recommended a Dividend of 200% i.e. ₹2/- per equity share on face value of ₹1/- each fully paid up for the Financial Year ended March 31, 2026 subject to the approval of shareholders at the ensuing Annual General Meeting. The dividend, if declared at the AGM, will be paid to the shareholders as on the record date specified for such purpose, within the prescribed timelines. The dividend payout for FY 2026 is in accordance with the Dividend Distribution Policy of the Bank and the same has been uploaded in the website of the Bank. Weblink:

https://www.cityunionbank.bank.in/filemanager/Jun26/Dividend_Distribution_Policy_2026.pdf

In case any shareholder has not claimed dividend(s) for previous year(s), they may kindly approach the Bank or its Registrar and Transfer Agents. The details of Unclaimed Dividends and transfers to IEPF Account of Govt. of India is given in a separate Report on Corporate Governance forming a part of this Report.

BRANCH EXPANSION

During the financial year, the Bank expanded its branch network by adding 74 more branches across the country totalling 949 branches as on March 31, 2026. The total ATMs stood at 1,764 which performs the job of accepting and dispensing cash. As on March 31, 2026 the Bank had a total of 1,273 onsite ATMs and 491 offsite ATMs.

As for the Branch spread, as on March 31, 2026, 81% of branches are operational in South, 7% in West, 7% in North, 4% in Central and 1% in Eastern parts of India.

FINANCIAL INCLUSION

Financial Inclusion is a concept where the banking financial solution and services are offered to every individual without any form of discrimination, ensuring that even the underprivileged get easy access to banking

channels. A detailed information on financial inclusion aspects of the Bank is set-out in Management Discussion & Analysis Report forming a part of this report.

HUMAN RESOURCE DEVELOPMENT

The details on the Human Resource Management functions of the Bank are set-out in detail in Management Discussion and Analysis Report which forms part of this Report.

EMPLOYEES STOCK OPTION SCHEME (ESOS)

The Bank has implemented Employee Stock Option Scheme 'CUB ESOS 2008' ['ESOS'] for grant of stock options to eligible employees of the Bank. The Shareholders of the Bank approved the scheme on April 26, 2008 at an Extra-Ordinary General meeting of the Bank. The maximum aggregate number of options that may be granted under this scheme is 5 Crore. The Bank offers ESOS to its employees which vests over a period of five years from the date of grant of options i.e., 15% options each for first three years, 25% and 30% for fourth and fifth year respectively. The options are offered at prevailing market prices at the time of grant to the employees. However the same is adjusted pursuant to corporate actions viz., Rights issue, Bonus issue etc. There were no material changes in the ESOS of the Bank during the period under review and the same is in compliance with the provisions of SEBI (Share Based Employee Benefits) Regulations, 2021 as amended from time to time ("SEBI SBEB Regulations"). As at the end of March 31, 2026, the Bank has 12,50,436 outstanding options for grant under the scheme.

In addition, the shareholders of the Bank at its meeting held on August 23, 2017 approved CUB ESOS Scheme 2017 for 3 Crore options on terms and conditions mostly similar to previous one. As on March 31, 2026, 2,56,20,900 options are yet to be granted under the Scheme. The disclosures pursuant to Regulation 14 of SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 has been hosted in the website of the Bank and also the same is annexed hereto as **Annexure I**.

Weblink:

https://cityunionbank.bank.in/filemanager/Jul26/CUB_Valuation_Report_ESOP_2026.pdf

NEW TECHNOLOGY INITIATIVES

In order to keep pace with requirements of present generation and to offer speedy and secured tech products / services, the Bank has taken the following initiatives during the year 2025-26:

Co-Branded Credit Card Salary-se

The Bank tied up with Fintech Salary-se as Exclusive Credit Card Partner for Corporate Salary Employees. Under this program the bank has issued co-branded Credit card to customers who are eligible as per the eligibility criteria. These cards come up with benefits like Reward Programs, exclusive offers etc.

Kavach - Secured Credit Card

End to End D-I-Y (Do It Yourself) journey where existing customer can instantly get Credit card by placing lien on existing deposits or by placing new deposits. This journey is also available for New to Bank Customers who can instantly place deposit via UPI and can get instant Credit Card. This Credit Card shall get added to any UPI app for instant payments.

Global Fintech Fest (GFF)

The Bank has participated in the Global Fintech Fest (GFF) at Mumbai. As part of the same, Bank initiated the following projects:

Multi Signatory Workflows via UPI for Corporates

This pioneering solution enables multiple authorizations within a single UPI transaction, transforming how organizations, joint account holders and corporates manage digital approvals and payments.

UPI Cash Withdrawal at BC (Micro-ATM)

At BC outlets, UPI QR based cash withdrawal is enabled where any bank customer can use UPI app to scan and authenticate and collect cash from BC. This method allows upto ₹ 5,000/- per transaction, ₹ 10,000/- as daily limit and ₹ 50,000/- as monthly limit.

Bio Auth for UPI (finger Print / face)

"Bio Auth for UPI" is a new feature that allows users to authenticate transactions using biometric data (Fingerprint or Facial recognition) instead of UPI PIN. This uses on-device Biometric authentication registered in the mobile device of the Customer.

Face Authentication for UPI

This feature is primarily for new users or those who want to set or reset their UPI PIN without the need of a debit card or an Aadhar OTP.

UPI Help (SLM Chatbot)

NPCI SLM chatbot has been designed to give 24/7 Instant Assistance to customers for their grievances related to Mandate and NPCI Payment related queries. To enhance user engagement by providing intelligent conversational support.

UPI Circle My Devices (IoT Payments)

UPI is now integrated with Internet of Things (IoT) devices to enable automated, device initiated payments and this feature shall allow TV, Car, etc. to make payments through a linked Secondary UPI ID, managed via the primary mobile app, with an overall goal of creating more seamless and hands-free financial transactions.

UPI Reserve Pay (Single Block Multiple Debit SBMD)

The UPI Single Block and Multiple Debits (SBMD) is a mechanism wherein the customers shall block funds in their bank accounts towards a definite goods or services, and debit shall be initiated by the service provider as and when required on a periodic basis till the blocked funds gets exhausted or the mandate service is cancelled / revoked.

Loan against Mutual Funds

Facility has been enabled to open Loan against Mutual Funds for New To Bank customers via Fintech collaborations. The entire Journey is D-I-Y (Do It Yourself) where the journey covers customer on-boarding, Choosing Mutual Funds, Lien marking , Creating LAMF overdraft account.

CUB Desire (NTB Flow)

In order to Target New to Bank customers, option is made available to open a systematic savings plan with Goal for Exiting CUB customers and NON-CUB Customers to save easily and fulfil their dreams and future plans.

CUB Depend - Credit Line on UPI

We initially launched Credit Line on UPI for pre-approved customers based on their Fixed Deposit as collateral. It is a fully digital secured Credit Line on UPI backed by Fixed Deposits.

CUB RuPay MSME Card

A Corporate / MSME card is proposed for the employees of a corporate or the promoters of an MSME company under the liability of the corporate entity. The card will be used exclusively for business purposes and will be based upon underwriting done on the corporate rather than on the individual.

Software Bill of Materials

A Software Bill of Material (SBOM) is a detailed list of the various components available in a software covering components, libraries, dependencies within a software product including details like versions, licenses etc. As per the regulatory direction, we have implemented the same in our environment during this financial year.

Kyndryl Resilience Orchestration

During this financial year, we have extended the IBM Kyndryl Resilience Orchestration (RO), an orchestration solution that helps organizations plan, test, and execute disaster recovery processes automatically in our IT environment.

Oracle Golden Gate

Oracle Golden Gate is a high-performance software package for real-time data integration and replication. It uses a log-based Change Data Capture (CDC) mechanism to move data between source and target systems with sub-second latency, without placing a heavy load on the databases involved.

Oracle Enterprise Manager

Oracle Enterprise Manager enables administrators to monitor system performance, detect issues pro-actively, automate administrative tasks, and maintain high availability across enterprise IT environments.

IBM LinuxOne

This IBM LinuxOne is designed exclusively to run Linux workloads. It provides a highly secure and energy efficient infrastructure for high volume and mission critical applications. Enterprise security, confidential computing, massive consolidation and unmatched uptime are few of its benefits.

OTHER BUSINESS ACTIVITY

The Bank has Corporate Agency tie-up with the following 8 Insurance Companies for augmenting the Non-interest Income:

A) Life Insurance Business:

LIC of India
Bajaj Allianz Life Insurance Company
TATA AIA Life Insurance Company

B) Standalone Health Insurance Business:

Star Health and Allied Insurance Company Ltd
Aditya Birla Health Insurance Company
Care Health Insurance

C) General Insurance Business:

Royal Sundaram General Insurance Company
Shriram General Insurance Company

The Bank offers Insurance products of all the above companies to its customers. During the reporting year the Bank has earned a fee income of ₹139.27 crore as against ₹97.56 crore in the previous year, through cross selling of Insurance products.

The Bank is also offering following additional services to all its Customers through Net Banking & Mobile Banking Platforms:

- Demat, Trading and Mutual Fund
- Demat A/c from our own DP with NSDL
- Trading A/c from our tie up with Integrated Enterprises (India) Pvt Ltd.
- Mutual Fund investment solution

The Bank has tie ups with:

- Finwizard Technology Pvt Ltd (widely known as FISDOM) - Bank's Customers can invest in Mutual Fund Units through Bank's Mobile Banking App and Demat Account is not required for this purpose.
- Integrated Enterprises (India) Pvt Ltd. (Integrated) for customers having Demat with us and trading with Integrated can hold units in Demat Account and Statement of Accounts also.

SUBSIDIARIES AND ASSOCIATES

Your Bank does not have any Subsidiaries or Associates to mention under this Report.

BOARD MEETING

The Board meetings of the Bank were held in accordance with the provisions of the Companies Act, 2013, the Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ['Listing Regulations']. During the year under review, 11 (Eleven) meetings were held. The details of such meetings along with the constitution of the Board and its Committees are given under the Report on Corporate Governance forming a part of this Report.

BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

Retirements:

Shri Narayanan Subramaniam (DIN 00166621)

Pursuant to the provisions of Section 10A(2A)(i) of the Banking Regulation Act, 1949, as amended, read with relevant provisions of Reserve Bank of India (Commercial Banks - Governance) Directions, 2025, Shri Narayanan Subramaniam, Independent Director of the Bank, completed his 8 year tenure on the Board of the Bank and vacated his office on the close of business hours of June 19, 2025.

The Board hereby places on record its warm appreciation for the excellent services rendered by Shri Narayanan Subramaniam during his tenure.

Shri V. N. Shivashankar (DIN 00929256)

Pursuant to the provisions of Section 10A(2A)(I) of the Banking Regulation Act, 1949, as amended, read with relevant provisions of Reserve Bank of India (Commercial Banks - Governance) Directions, 2025, Shri V. N. Shivashankar, Independent Director of the Bank, completed his 8 year tenure on the Board of the Bank and vacated his office on the close of business hours of February 06, 2026.

The Board hereby places on record its warm appreciation for the excellent services rendered by Shri. V. N. Shivashankar during his tenure.

Dr. T. S. Sridhar (DIN 01681108)

Pursuant to the provisions of Section 10A(2A)(I) of the Banking Regulation Act, 1949, as amended, read with relevant provisions of Reserve Bank of India (Commercial Banks - Governance) Directions, 2025, Dr. T. S. Sridhar, Independent Director of the Bank, completed his 8 year tenure on the Board of the Bank and vacated his office on the close of business hours of February 06, 2026.

The Board hereby places on record its warm appreciation for the excellent services rendered by Dr. T. S. Sridhar during his tenure.

Dr. N Kamakodi (DIN 02039618)

Pursuant to the relevant provisions of Reserve Bank of India (Commercial Banks - Governance) Directions, 2025 read with RBI letter No. DoR. Gov. No. 438 / 08.42.001/2023-24 dt. April 26, 2023, Dr. N. Kamakodi demitted his office at the close of business hours on April 30, 2026 after completing his 15 year term as the Managing Director & CEO of the Bank.

Under his stewardship as the MD & CEO, the Bank has achieved remarkable growth in Business from ₹22,170 crore in 2011 to ₹1,44,183 crore in 2026, while its geographical presence grew from 246 to 1,000 Branches in April, 2026. The Bank also witnessed significant milestones in various areas - capital augmentation through Rights Issue, Qualified Institutional Placement [which also roped in foreign institutional investments into the Bank], and Bonus issues, Digital transformation, new employee welfare measures, CSR and Sustainability initiatives.

The Board hereby places on record its warm appreciation for the outstanding and visionary leadership of Dr. N Kamakodi and the extraordinary services rendered by him during his tenure.

Appointments:

Shri. R. Vijay Anandh (DIN 09656376)

During the year, the RBI vide its letter no. DoR. Gov. No. 8438 / 08.42.001/2025-26 dated February 9, 2026, had approved the appointment of Shri. R. Vijay Anandh as the Managing Director & CEO of the Bank for a period of 3 years w.e.f. May 1, 2026 and the same was approved by the Shareholders on April 3, 2026 through Postal Ballot by way of remote e-voting. Shri. R. Vijay Anandh took charge as the Managing Director & CEO of the Bank w.e.f. May 1, 2026.

Shri. K. Subramanian (DIN 11519754)

During the year Shri K. Subramanian was initially co-opted as an Additional Director by the Board (not liable to retire by rotation) at its meeting held on February 2, 2026 pursuant to the provisions of Section 161(1) of the Act w.e.f. February 2, 2026 up to June 30, 2030. The Shareholders of the Bank have approved his appointment as an Independent Director w.e.f. February 2, 2026, through Postal Ballot by way of remote e-voting on April 3, 2026.

Shri. R. Mohan (DIN 06902614)

Shri. R. Mohan was initially co-opted as an Additional Director by the Board (not liable to retire by rotation) at its meeting held on April 27, 2026 pursuant to the provisions of Section 161(1) of the Act w.e.f. April 27, 2026 up to May 15, 2030. The Shareholders of the Bank have approved his appointment as an Independent Director w.e.f. April 27, 2026, through Postal Ballot by way of remote e-voting on May 29, 2026.

Directors to retire by Rotation

All directors on the Board except Shri. R. Vijay Anandh, Managing Director and CEO and Shri. V. Ramesh, Executive Director of the Bank are Independent Directors. Independent Directors are not required to retire in terms of Section 149(13) of the said Act. Further, as per the provisions of Section 152(6) of Companies Act, 2013 read with Article 26(b) of the Articles of Association of the Bank, none of the Executive / Whole-time Directors are subject to retirement by rotation. Therefore, no Director including MD & CEO and Executive Director are required to retire by rotation at the ensuing Annual General Meeting.

Declaration by Independent Directors

The Bank has received relevant declarations from all the Independent Directors under Section 149(6), 149(7) of the Companies Act, 2013, notifications issued by the Ministry

of Corporate Affairs and SEBI Listing Regulations, 2015 as amended. The Board is satisfied that the Independent Directors meet the criteria of independence as stipulated under the aforesaid provisions of the Companies Act, 2013.

Further, in compliance with MCA Notification No. G.S.R 805(E) dt. October 22, 2019, all Independent Directors of the Bank have registered themselves in the Independent Directors data Bank of Indian Institute of Corporate Affairs and are qualified / exempt from undertaking self-assessment exam.

Familiarization program for Independent Directors

The details on programme for familiarization of Independent Directors with the Bank, their role, rights and responsibilities in the Bank and related matters are provided separately under the Corporate Governance Report forming a part of this Annual Report.

Performance Evaluation

In line with the provisions of the Companies Act, 2013, SEBI Listing Regulations, 2015 and relevant notifications / guidelines issued by SEBI in this regard, there exists an evaluation matrix approved by the Nomination and Remuneration Committee of the Board which is used for carrying out the performance evaluation of the Board as a whole, its Committees as well as Independent Directors, MD & CEO, Executive Director and Chairman.

The necessary evaluations / review were carried out by the Board and Independent Directors to determine the effectiveness of the Board, its Committees, MD & CEO, Chairman and individual Directors. Additional information on performance evaluation is set out in Corporate Governance Section forming a part of this Annual Report.

Key Managerial Personnel (KMP)

In terms of Section 203(1) read with Section 2(51) of the Act and Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Bank had the following KMPs as on March 31, 2026:

- Dr. N. Kamakodi - Managing Director & CEO
- Shri. R. Vijay Anandh - Executive Director
- Shri. V. Ramesh - Executive Director
- Shri. J. Sadagopan - Chief Financial Officer
- Shri. Venkataramanan S - Company Secretary

AUDITORS

Joint Statutory Central Auditor

M/s. P. B. Vijayaraghavan & Co., Chartered Accountants, Chennai (FRN 004712S) & M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai (FRN 004050S), Joint Statutory Central Auditors ("SCAs") of the Bank will retire at the conclusion of ensuing AGM for their second year. The Joint Statutory Central Auditors have furnished their Report for FY 2026 which forms a part of this Report and there are no qualifications, reservations or adverse remarks made by the Auditors in their Report. Further, the Auditors of the Bank have not reported any fraud under Section 143(12) of the Companies Act, 2013.

As per RBI circular, No. DoS.CO.ARG / SEC.01 / 08.91.001 / 2021-22 dated April 27, 2021 read with the policy of the Bank on appointment of SCAs and the provisions of Section 139 of the Companies Act, 2013 and subject to the approval of RBI, the Board as per the recommendations of Audit Committee had considered & approved the reappointment of M/s. P. B. Vijayaraghavan & Co., Chartered Accountants, Chennai (FRN 004712S) & M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai (FRN 004050S) as the Joint Statutory Central Auditors of the Bank for FY 2026-27 for their third and final term.

With respect to the above appointments, the Bank has received the consent from such Auditors and confirmation to the effect that they are not disqualified to be appointed as Joint Statutory Central Auditors of the Bank in terms of Companies Act, 2013 & the rules made there under and RBI guidelines.

The RBI vide its letter ref.CO.DOS.RPD.No.S2057/08.13.005/2026-27 dt. June 16, 2026 has approved of the appointment of the aforesaid SCAs for FY 2027. The Members are requested to consider and approve their appointments as Joint Statutory Central Auditors of the Bank as per the agenda set out in the Notice calling this Annual General Meeting.

Secretarial Auditor

Pursuant to Section 204 of the Companies Act, 2013, read with Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 and Regulation 24A of SEBI Listing Regulations, 2015 as amended, Shareholders at the Annual General Meeting held on August 13, 2025 had appointed M/s. KUVS & Associates, Practicing Company Secretaries, Tiruchirappalli a Peer Reviewed Firm holding Peer Review Certificate No. 6318/2024 dated

December 16, 2024 issued by the Institute of Company Secretaries of India, as the Secretarial Auditor for a period of 5 (five) years to conduct the Secretarial Audit of the Bank from the FY 2026 to FY 2030.

As regards FY 2026, the Report of Secretarial Auditor 'Secretarial Audit Report' in the prescribed format is annexed to this Report as **Annexure II**. In addition, pursuant to Regulations 24A of SEBI Listing Regulations, 2015, read with relevant SEBI circular, the Bank has obtained Secretarial Compliance Report certified by the above Auditor on compliance with all applicable SEBI regulations and circulars / guidelines issued thereunder and the copy of the same was submitted to the Stock Exchanges within due timelines. There are no adverse observations or remarks, reservations made by the Secretarial Auditor in their Report, except a penalty amounting to ₹ 70,500 imposed by the RBI. Further, on May 22, 2026, the RBI levied a penalty of ₹ 10,10,000 towards non-compliance with certain provisions of directions issued by RBI on Priority Sector Loan accounts and Reporting of Self Help Group (SHG) member level data to Credit Information Companies (CICs).

Cost Audit

The requirement of maintaining cost records u/s 148(1) of the Companies Act, 2013 is not applicable to the Bank.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with Section 134 (5) of the Companies Act, 2013, the Board of Directors of the Bank hereby declares and confirms that:

- In the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
- The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the State of Affairs of the Bank as at the end of the Financial Year and of the Profit & Loss of the Bank for that period.
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of applicable laws governing Banks in India for safeguarding the assets of the Bank and for preventing and detecting fraud and other irregularities.

- The Directors had prepared the annual accounts on a going concern basis.
- The Directors had laid down adequate internal financial controls to be followed by the Bank and that such internal financial controls are adequate and were operating effectively; and
- The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

INSIDER TRADING NORMS

The Bank has in place the Code of Conduct pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time ('SEBI PIT Regulations') to regulate, monitor and ensure reporting of trading by the designated persons and other connected persons. The said code is being reviewed by the Audit Committee / Board of Directors from time to time.

The code is adopted to maintain highest ethical standards in dealing with securities of the Bank by persons to whom it is applicable. The code of conduct and related policy are available in the Bank's website. Weblink:

https://www.cityunionbank.bank.in/filemanager/Jun25/PITPolicy_31.01.2025.pdf

All listed companies are required to maintain an in-house Structured Digital Database ("SDD") under Regulation 3(5) of SEBI PIT Regulations, 2015 and report Unpublished Price Sensitive Information (UPSI) under Regulations 9(2). In this regard, our Bank has in place the required software which has been integrated in the Bank's server. The trades of all Designated and Connected persons ("Insiders") are monitored on a continuous basis.

Further, in order to exercise additional vigil on the trades conducted by all Insiders, the PAN of all the Insiders are linked in the database of RTA and thereby the RTA furnishes a Weekly Report to the Bank on trades conducted by the Insiders. In addition, the SEBI as per its circular dated July 19, 2023 has notified the freezing of transactions related to the PAN of Insiders at Depository Level effective October 1, 2023. Accordingly, the Demat Accounts related to the PAN numbers of Insiders of the Bank are being frozen by our Designated Depository - NSDL for trading in the equity shares of the Bank, during the Trading Window Closure period beginning with the first day of the closure period till completion of two days after declaration of financial results.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE BANK AND SIGNIFICANT / MATERIAL ORDERS PASSED BY THE REGULATORS

There are no material changes and commitments affecting the financial position of the Bank which occurred between the end of the financial year of the Bank i.e., March 31, 2026 and the date of Directors' Report i.e., June 23, 2026. In this connection, it needs to be mentioned, though not significant / material, during the reporting year, the RBI has levied a penalty of ₹70,500 towards Chest / ATM Cash out related transactions and some findings during the Incognito visits FY 2026. Further, on May 22, 2026, the RBI levied a penalty of ₹10,10,000 towards Non-compliance with certain provisions of directions issued by RBI on Priority Sector Loan accounts and Reporting of Self Help Group (SHG) member level data to Credit Information Companies (CICs).

POLICIES

Directors Appointment(s) and Remuneration / Compensation Policy

The Bank has formulated and adopted a policy on Board Diversity as per which the Nomination and Remuneration Committee of the Board ('NRC') conducts the preliminary assessment for appointment of Directors on the Board of the Bank and makes suitable recommendations to the Board for its consideration.

The NRC identifies and assesses the qualifications and positive attributes of the proposed candidate for the position of Director based on the disclosures / declarations received from such person under the Companies Act, 2013, the Banking Regulation Act, 1949 and also RBI guidelines. The NRC makes a thorough scrutiny of the prospective candidate and certifies the fit and proper status to the Board after exercising above due diligence process.

Apart from the above, the NRC before the appointment of an Independent Director also considers the Declaration on Independence furnished by the proposed candidate for the position of Director under Section 149 (7) of the Companies Act, 2013 and SEBI Listing Regulations, 2015. Further, the Bank has a Compensation Policy which is in accordance with the directives issued by the Reserve Bank of India. NRC oversees the framing, implementation and review of the Compensation Policy of the Bank. The Compensation Policy of the Bank is briefed under Corporate Governance Report forming a part of Annual Report and it is available at the Bank's website. Weblink:

https://www.cityunionbank.bank.in/filemanager/May24/Compensation%20Policy_26032024.pdf

RISK MANAGEMENT

Pursuant to Regulation 21 of SEBI Listing Regulations, the Bank has constituted the Risk Management Committee. The details of the said Committee together with the terms of reference are set out in the Report on Corporate Governance, which forms a part of this Annual report.

Further, the Bank has in place an Integrated Risk Management framework supported by detailed policies and processes for management of Credit Risk, Market Risk, Liquidity Risk, Operational Risk and various other Risks. The details on the Risk Management framework of the Bank is detailed in the Management Discussion and Analysis section appended to this Report.

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

As per Regulation 34(2)(f) of SEBI Listing Regulations, 2015, your Bank has prepared the Business Responsibility and Sustainability Report setting out the Bank's Social, Environmental and Governance aspects.

The SEBI vide circular dated July 12, 2023 on BRSR Core - Framework for Assurance and ESG disclosures for value chain, notified Disclosures and Assurance for the value chain of top 500 listed entities (by market capitalization). Accordingly, the same is applicable for our Bank for FY2026. The Bank had appointed M/s. J. Sundharesan & Associates, Practising Company Secretaries, Bengaluru as its BRSR consultant and after conducting necessary due diligence they have issued Reasonable Assurance Report which is available in the link given below along with the BRSR. Weblink:

<https://cityunionbank.bank.in/filemanager/Jul26/BRSR2026.pdf>

DEPOSITS UNDER CHAPTER V OF COMPANIES ACT, 2013

Being a Banking company, as Section 73 of Companies Act, 2013 is not applicable, hence the disclosures as required under Rule 8(5)(v) & (vi) of the Companies (Accounts) Rules, 2014 are not applicable.

INTERNAL FINANCIAL CONTROL SYSTEMS & ITS ADEQUACY

The Bank has put in place adequate internal financial controls commensurate with the size and scale of its operations. The Bank has, in all material aspects, adequate Internal Control Systems over Financial Reporting and these controls have been designed to capture the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial

Reporting issued by the Institute of Chartered Accountants of India. Such Internal Financial Controls over Financial Reporting were operating effectively during the Financial Year. More details have been set out in Management Discussion and Analysis Report which forms a part of this Report.

RELATED PARTY TRANSACTIONS

The Board of Directors of the Bank has adopted a policy on Related Party Transactions which is in line with the Companies Act, 2013 and SEBI Listing Regulations, 2015. During the reporting year, all transactions with related parties of the Bank were in the ordinary course of business and on an arm's length basis. The Bank did not enter into any material transaction with such related parties, under Section 188 of the Companies Act, 2013, during the year. Form AOC-2, as required under Section 134 (3) (h) of the Companies Act, 2013, read with Rule 8 (2) of the Companies (Accounts) Rules 2014, is attached as **Annexure III** forming part of this Report. A detailed policy on the Related Party Transaction is available at the Bank's website. Weblink:

https://www.cityunionbank.bank.in/filemanager/Jun26/RPT_Policy_2026.pdf

LOANS, GUARANTEES AND INVESTMENTS

The Loans, Guarantees and Investments made in securities by the Bank are exempt pursuant to the provisions of Section 186 (11) of the Companies Act, 2013 and hence do not attract any disclosure required under Section 134 (3)(g) of the Companies Act, 2013.

ANNUAL RETURN u/s 92(3) OF COMPANIES ACT, 2013

The Annual Return pursuant to Section 92(3) of the Companies Act, 2013 read with Rule 12 (1) of the Companies (Management and Administration) Rules, 2014 is uploaded in the website of the Bank. Weblink:

<https://www.cityunionbank.bank.in/filemanager/Nov25/MGT7-AB6841657.pdf>

CORPORATE SOCIAL RESPONSIBILITY (CSR)

In compliance with Section 135 of the Companies Act, 2013 (the Act) read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended from time to time and in consonance with the CSR policy, the Bank had undertaken a number of initiatives that contribute to society at large, in the areas of healthcare, education, environment, preservation & improvement of Water Bodies and preservation of the country's rich culture and heritage.

The Bank has established CUB Foundation, a non-profit entity to identify suitable deserving projects, recommend and oversee the CSR initiatives of the Bank. The Annual Return on CSR activities as required under Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules 2014 is furnished under **Annexure IV** to this Report.

Further, in accordance with Section 135(5) of the Act read with Rule 8(3)(a) of the Companies (Corporate Social Responsibility Policy) Rules, 2014, two projects funded in FY 2025 i.e., "Kalvi Shakti Movement - Phase II" implemented in Tamil Nadu and "Vidya Shakti" implemented in Uttar Pradesh and Andhra Pradesh (funded by Open Mentor Trust which is an implementing trust of IIT pravartak) and "Semiconductor Packaging & Testing Facility - SASTRA," are required to undergo Impact Assessment through a third-party agency. Accordingly, assessment of such projects has been conducted by M/s. B Balaumasudhan & Co., Chartered Accountants, Chennai and they have submitted their report. As per MCA General Circular No. 14 / 2021 dt. August 25, 2021, a summary of such assessment reports are given hereunder while the complete report is given in the website of the Bank.

Kalvi Shakti Movement - Phase II & Vidya Shakti

The projects reached over 3 lakh students through technology-enabled learning platforms and Rural internet Centres, trained more than 7,500 teachers in digital pedagogy and provided employability training to 5000-6000 youth, resulting in placement opportunities. These projects also helped 88 students from Varanasi cleared the NMMS scholarship examination. The Digital Didis initiative empowered 425 women with digital literacy and 2 among them achieved "Lakhpati Didi" status. Supported by 2,105 Rural Internet Centers and 1,440 live online learning sessions, these projects has significantly enhanced access to quality education at a cost less than ₹35 per student per year, compared to a market rate of ₹3,000+. These projects has delivered measurable, sustainable and transformative impact across education, digital inclusion, employability and women's empowerment in rural India with a potential to scale 10× in near future. Weblink:

https://cityunionbank.bank.in/filemanager/Jun26/Impact_Assessment_Report_Final_Version.pdf

Semiconductor Packaging & Testing Facility - SASTRA (Phase I)

This project was aimed at imparting theoretical and experimental knowledge in electronic packaging &

testing to develop quality manpower for India's growing semiconductor ecosystem. The facility is constructed within 3000 sq. ft and it comprise of 10,000 class and 1,00,000 clean rooms. The equipments were procured from leading global manufacturers based in several countries. Under this project, three faculty from SASTRA visited Lunghwas University of Science & Technology, Taiwan for hands-on training. During August 2025 and January 2026, SASTRA organized a two-day Indo-Taiwan Conference that had more than 900 participants and 140 delegates representing 20 industries and 25 academic institutions respectively. This project is expected to have over 1,000 beneficiaries annually, having 1,250 last year who will be provided with career paths, as SASTRA has signed MoU with Tata Electronics and Caliber Interconnects. The Phase II of the facility will be completed by December, 2026. Weblink:

https://cityunionbank.bank.in/filemanager/jun26/SASTRA_Semiconductor_Phase_I_Report.pdf

DISCLOSURE TO BE MADE UNDER SECTION 177(8) OF COMPANIES ACT, 2013

The Board of the Bank had constituted the Audit Committee under the extant guidelines of Reserve Bank of India (RBI), provisions of the Companies Act, 2013 and SEBI Listing Regulations, 2015. The details of the composition of the Audit Committee are furnished in the Corporate Governance Report which forms a part of this Report.

CORPORATE GOVERNANCE

The Bank is committed to achieving the highest standards of Corporate Governance. It also adheres to the Corporate Governance requirements set by the Regulators / applicable laws. The Corporate Governance practices followed by the Bank aims to ensure value creation for all its stakeholders through ethical decision making and maintaining transparency.

A detailed Report on Corporate Governance standards followed by the Bank as per SEBI Listing Regulations, 2015, Companies Act, 2013 and Rules made there under alongwith Certificate of Compliance issued by the Secretarial Auditor is furnished separately which forms part of this Report.

MANAGEMENT DISCUSSION & ANALYSIS

A detailed Management Discussion and Analysis Report for the year under review as stipulated in SEBI Listing Regulations, 2015 is presented as a separate section forming a part of this Report.

OTHER DISCLOSURES

Conservation of Energy and Technology Absorption

In respect of the nature of activities carried out by the Bank, w.r.t. the provisions of Section 134 (m) of the Companies Act, 2013 relating to conservation of energy and technology absorption, the Bank has taken every effort to conserve energy. The Bank has installed energy efficient equipments at all its branches including installation of Solar panels wherever feasible and power saving LED bulbs at majority of Branches and Central Office. The members may refer the Business Responsibility and Sustainability Report for more details on this aspect.

On the technological front, the Bank continued to offer reliable and secure banking service to its customers by providing the latest customer friendly technological solutions. A separate para on Technology matters has been set out elsewhere in this Report.

Foreign Exchange Business

The Bank continues to encourage country's export promotion by lending to exporters and offering them forex transaction facilities. The Bank also offers necessary foreign exchange transaction facilities to all users having underlying forex exposures.

EMPLOYEES / OTHER DISCLOSURES

DISCLOSURES UNDER SECTION 197 OF THE COMPANIES ACT, 2013

The disclosures pursuant to the provisions of Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are furnished as **Annexure V**.

In terms of Section 197(12) of the Act, read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of limits set out in said rules forms a part of this Report.

In accordance with the provisions of Section 136(1) of the Act, the Integrated Annual Report excluding the aforesaid information, is being sent to the members of the Bank and others entitled thereto. The said information is available for inspection by the Members at the Registered Office of the Bank during business hours up to the date of the ensuing AGM. Any member interested in obtaining a copy thereof, may write to the Company Secretary of the Bank at its registered office or email at shares@cityunionbank.in

Disclosure under Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Bank has a policy on Prevention of Sexual Harassment at Workplace, which provides protection for Women employees working in the organization. An Internal Complaint Committee 'ICC' has been set up to redress the complaints received under Sexual Harassment. ICC has reported the details of complaints, for the Financial Year as follows:

No. of Complaints pending at the beginning of financial year	Nil
No. of Complaints received during the financial year	1
No. of Complaints disposed during the financial year	1
No. of Complaints pending as on the end of financial year	Nil

Whistle Blower / Vigil Mechanism

Pursuant to the provisions of Section 177(9) and (10) of the Companies Act, 2013, a vigil mechanism for Directors and employees to report genuine concerns has been established. The Bank has a policy on Whistle Blower / Vigil Mechanism which is uploaded in the website of the Bank. Weblink:

https://www.cityunionbank.bank.in/filemanager/Jun25/WHISTLE_BLOWER_POLICY_2025.pdf

There exists an online forum for all employees in the intranet server of the Bank to report genuine concerns

under the mechanism. During the reporting period there was an opening balance of 1 complaint and 13 complaints were received during the year under this mechanism. All the 14 cases had been disposed off. As on March 31, 2026 there were no pending complaints. The functioning of the mechanism is reviewed by the Audit Committee from time to time.

Compliance with Secretarial Standards and applicable laws

It is hereby confirmed that the Bank has complied with the Secretarial Standards issued by the Institute of Company Secretaries of India (SS-1 and SS-2) relating to Meetings of the Board, its Committees and Shareholders. Further proper systems are in place to ensure compliance with all laws applicable to the Bank.

ACKNOWLEDGEMENT

The Board of Directors of the Bank would like to take this opportunity to thank all its Customers and Stakeholders and wish to place on record its sincere appreciation for the guidance, assistance and co-operation received from the Reserve Bank of India, SEBI, IRDAI, NABARD, NHB, SIDBI, EXIM BANK, ECGC, DICGC, NPCI, Stock Exchanges, Depositories, Integrated Registry Management Services Private Limited, Life Insurance Corporation of India and all other authorities.

Your Directors also place on record their deep sense of appreciation for the Bank's Executives, members of the Staff and all other employees for their unwavering commitment to serve the Bank to the best extent possible.

For and on behalf of the Board
Sd/-

G. Mahalingam

DIN 09660723

Chairman

Date : June 23, 2026

Place : Chennai



CITY UNION BANK

Empowering your every
payday with

CUB SALARY ACCOUNTS



CUB Salary Plus



CUB Salary Prime



Customized
Salary Account



Credit
Card



Insurance
Coverage



Personal Loan



Airport
Lounges



Lifestyle
Privileges

Because your ambition
deserves premium banking.

Scan
QR to
Know more



*T&C Apply

www.cityunionbank.bank.in



ANNEXURE I
ANNEXURE TO BOARD'S REPORT
REGULATION 14 OF SECURITIES AND EXCHANGE BOARD OF INDIA
(SHARE BASED EMPLOYEE BENEFITS AND SWEAT EQUITY) REGULATIONS, 2021

Particulars	CUB ESOS 2008	CUB ESOS 2017
Date of Shareholders' approval	April 26, 2008	August 23, 2017
Total number of options approved under ESOS	5,00,00,000	3,00,00,000
Vesting requirements	There shall be a minimum period of one year between the grant of options and vesting of options. The vesting shall happen in one or more tranches under each series, subject to the terms and conditions of vesting as may be stipulated by the Board which may include satisfactory performance of the employees. Each tranche shall be open for exercise to employees for a period of three (3) years from the date of vesting.	
Exercise price or pricing formula	The latest available closing price on the National Stock Exchange of India Limited (NSE) prior to meeting of the Compensation and Remuneration Committee of Directors / Board of directors approving and granting the options.	
Maximum term of options granted	5 years	
Source of shares (Primary, Secondary or Combination)	Primary	
Method used to account for ESOS - Intrinsic or Fair Value	Intrinsic Value Method: For all employees Fair Value Method: For MD & CEO / Whole Time Directors / Material Risk Takers and Control Function Staff as per RBI Circular No.DoR.GOV.REC.44/29.67.001/2021-22 dt. August 30, 2021.	
Stock Options to Whole Time Director / Managing Director & CEO and Material Risk Takers (MRTs)	In case of grant of stock options to Whole Time Director / Managing Director & CEO and Material Risk Takers (MRTs), the employee's compensation cost for said options should be accounted using "FAIR VALUE". In view of above, the Board of Directors of the Bank based on the recommendation of Compensation and Remuneration Committee vide its Meeting held on August 8, 2022, had amended the existing CUB ESOS 2017 Scheme and segregated it into two parts i.e. Part A applicable for all the eligible employees and Part B for MD & CEO / Whole Time Directors / Material Risk Takers and Control Function Staff of the Bank.	

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Black- Scholes model has been employed to arrive value of options granted under ESOS 2008 & 2017 based on the following assumptions :

1. Risk Free Rate - Yield on the appropriate period Government Securities has been considered as the risk-free rate.
2. Expected Volatility - Standard Deviation of the stock returns of City Union Bank Ltd over the trailing one year period prior to the date of grant of options has been considered.
3. Expected Dividend - Based on the last Dividend Pay-Out by the Bank.

Particulars	ESOS 2008			
	Series VII	Series VIII	Series IX	Series X
Pricing Formula	₹179.00	₹130.45	₹163.90	₹197.33
Revised price due to Rights & Bonus issue	-	-	-	-
No. of options outstanding as on April 1, 2025	20,91,575	2,00,000	75,000	-
No. of additional options granted pursuant to Bonus Issue during the year	-	-	-	-
No. of fresh options granted during the year	-	-	-	65,824
No. of options lapsed during the year	5,66,925	-	-	-
No. of options exercised during the year	9,77,550	30,000	3,750	-
No. of shares arising as a result of exercise of options during the year	9,77,550	30,000	3,750	-
Variation in terms of options	Not Applicable			
Vesting Period	1 st year - 15%, 2 nd year - 15%, 3 rd year - 15%, 4 th year - 25% and 5 th year - 30%.			
Money realized by exercise of options during the year (in ₹)	17,49,81,450	39,13,500	6,14,625	-
Loan repaid by the Trust during the year from the exercise price received	Not Applicable			
Total Number of options outstanding at the end of the year March 31, 2026	5,47,100	1,70,000	71,250	65,824
Employee wise details of options granted to 1. Senior Management				
i) Balaji R	-	-	-	3,192
ii) Venkatesh S	-	-	-	3,192
iii) Rajam S	-	-	-	3,192
iv) Sankaran G	-	-	-	3,192
v) Gopalakrishnan V	-	-	-	3,192

Particulars	ESOS 2008			
	Series VII	Series VIII	Series IX	Series X
vi) Jayaraman K	-	-	-	3,192
vii) Kalyanaraman M	-	-	-	3,192
viii) Subbaraman R	-	-	-	1,520
ix) Ganesan J	-	-	-	1,520
x) Venkatakrishnan K	-	-	-	1,520
xi) Mohankumaramangalam N	-	-	-	1,520
xii) Thota Venkatasaravanan S	-	-	-	1,520
xiii) Mohan S	-	-	-	1,520
xiv) Sivakumar V	-	-	-	1,520
xv) Narayanan R	-	-	-	1,520
xvi) Sadagopan J	-	-	-	1,520
xvii) Venkatasubramanian V	-	-	-	1,520
xviii) Venkat Kishna V	-	-	-	1,520
2. Any other employee who received a grant in any one year of the options amounting to 5% or more of the options granted during the year	Nil			
3. Identified employees who were granted options during any one year equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Bank at the time of grant	Nil			
Allotment of shares made during the Financial Year under ESOS 2008				
Employee wise details of the shares allotted to				
1. Senior Management				
i) R. Vijay Anandh	-	30,000	-	-
ii) Vijay Chandar K T	-	-	3,750	-
iii) Muthu Kumaran P	-	3,250	-	-
2. Any other employee who received a grant in any one year of the options amounting to 5% or more of the options granted during the year	Nil			
3. Identified employees who were granted options during any one year equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Bank at the time of grant	Nil			

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Particulars	ESOS 2017 - Part A			
	Series I	Series II	Series III	Series IV
Pricing Formula	₹132.95	₹144.80	₹140.40	₹137.45
Revised price due to Rights & Bonus issue	–	–	–	–
No. of options outstanding as on April 1, 2025	19,13,500	3,23,940	42,000	–
No. of additional options granted pursuant to Bonus Issue during the year	–	–	–	–
No. of fresh options granted during the year	–	–	–	–
No. of options lapsed during the year	1,60,775	27,100	–	–
No. of options exercised during the year	9,25,800	82,320	9,000	–
No. of shares arising as a result of exercise of option during the year	9,25,800	82,320	9,000	–
Variation in terms of options	Not Applicable			
Vesting Period	1 st year - 15%, 2 nd year - 15%, 3 rd year - 15%, 4 th year - 25% and 5 th year - 30%.			
Money realized by exercise of options during the year (in ₹)	12,30,85,110	1,19,19,936	12,63,600	–
Loan repaid by the Trust during the year from the exercise price received	Not Applicable			
Total Number of options outstanding at the end of the year March 31, 2026	8,26,925	2,14,520	33,000	–
Employee wise details of Options granted to				
i) Senior Management Personnel	Nil			
ii) Any other employee who received a grant in any one year of the options amounting to 5% or more of the options granted during the year	Nil			
iii) Identified employees who were granted options during any one year equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Bank at the time of grant	Nil			

Particulars	ESOS 2017 - Part A			
	Series I	Series II	Series III	Series IV
Allotment of shares made during the Financial Year under ESOS				
Employee wise details of the shares allotted to				
i) Senior Management Personnel				
i) Ganesan C	8,500	-	-	-
ii) G Sundararaman	8,250	-	-	-
iii) Venkatesan S	17,000	-	-	-
iv) Uma R	3,000	-	-	-
v) Gopalakrishnan V	4,000	-	-	-
vi) Jayaraman K	3,000	-	-	-
vii) Ganesan V	17,000	-	-	-
viii) Balaji R	6,000	-	-	-
ix) Venkat Kishna V	-	-	2,250	-
x) Sivakumar V	2,250	-	-	-
xi) Venkatasubramanian V	-	-	2,250	-
xii) Thota Venkatasaravanan S	10,500	-	-	-
xiii) Subbaraman R	5,500	-	-	-
xiv) Venkatakrishnan K	7,500	-	-	-
xv) Ganesan J	3,000	-	-	-
xvi) Sadagopan J	3,000	-	-	-
xvii) Rajam S	4,000	-	-	-
xviii) Narayanan R	1,500	-	-	-
xix) Mohankumaramangalam N	21,250	-	-	-
xx) Kalyanaraman M	-	-	3,000	-
xxi) Sankaran G	3,000	-	-	-
ii) Any other employee who received a grant in any one year of the options amounting to 5% or more of the options granted during the year	Nil			
iii) Identified employees who were granted options during any one year equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Bank at the time of grant	Nil			

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Note: The employees in the rank of Dy. General Manager and above are included in Senior Managerial Personnel.

Particulars	ESOS 2017 - Part B#			
	Series I	Series II	Series III	Series IV
Pricing Formula	₹1.00	₹ 1.00	₹ 1.00	₹ 1.00
Revised price due to Rights & Bonus issue	-	-	-	-
No. of options outstanding as on April 1, 2025	10,780	74,428	69,462	-
No. of additional options granted pursuant to Bonus Issue during the year	-	-	-	-
No. of fresh options granted during the year	-	-	-	73,460
No. of options lapsed during the year	-	-	-	-
No. of options exercised during the year	10,780	22,328	-	-
No. of shares arising as a result of exercise of options during the year	10,780	22,328	-	-
Variation in terms of options	Not Applicable			
Vesting Period	30%, 30% and 40% in each of the years - 3 Years			
Money realized by exercise of options during the year (in ₹)	10,780	22,328	-	-
Loan repaid by the Trust during the year from the exercise price received	Not Applicable			
Total Number of options outstanding at the end of the year March 31, 2026	-	52,100	69,462	73,460

#Part B of employee's stock options scheme 2017 is specifically carved out for granting stock options to Whole-Time Director / Managing Director & CEO and Material Risk Takers (MRTs). Presently, stock options are granted to MD and CEO of the Bank under Part B. Since, all the employees covered under the Part B are senior management personnel, there is no separate disclosure made under head senior management personnel.

Employee compensation cost calculated as per the intrinsic value method for the financial year 2025-26 is ₹ 1,27,500 and Nil for the stock options granted under ESOS 2008 and ESOS 2017 respectively. If the Employee compensation cost was calculated as per fair value

method as prescribed under Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021, the total cost to be recognized in the financial statement for the Financial Year 2025-26 would be ₹1,13,92,922.50. Consequently, net profit would have been increased by ₹1,13,92,922.50 and EPS would have been increased by ₹0.015 per share.

Further, as mandated by RBI, in case of Whole Time Director / Managing Director & CEO and Material Risk Takers (MRTs), the Bank must follow fair value of option for accounting ESOS. For the stock options granted to MD and CEO under Series IV during the financial year, the Bank has followed fair value of option.

Weighted Average Details	ESOS 2008	ESOS 2017
Weighted Avg Market Price (In ₹)	170.49	145.76
Weighted Avg Exercise Price (In ₹)	169.49	114.88
Weighted Avg Risk - Free Interest Rate (%)	7.17	5.79
Weighted Avg Stock Volatility	0.004	0.04
Weighted Avg Fair Value of Options (In ₹)	49.60	62.47

ANNEXURE - II

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026 FORM NO. MR-3

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To the Members of

CITY UNION BANK LIMITED

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices M/s. City Union Bank Limited (CIN: L65110TN1904PLC001287) (hereinafter referred to as 'BANK') for the audit period covering the financial Year Ended on 31st March, 2026.

Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the 'Bank' and also the information provided by the 'Bank', its Officers, Agents and Authorized Representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the 'Bank' has, during the audit period covering the financial year ended on 31st March, 2026 complied with the statutory provisions listed hereunder and also that the 'Bank' has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records, website maintained by "the Bank" for the financial year ended on 31st March, 2026, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) The following Regulations and Guidelines applicable under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):

- a) Securities and Exchange Board of India (Listing

Obligations and Disclosure Requirements) Regulations, 2015

- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client;
 - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - e) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - f) Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 2003;
 - g) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent applicable to the Bank. There is no Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
- and circulars & guidelines issued thereunder.
- (v) The following Acts, Rules and Regulations are specifically applicable to the 'Bank':
 - a) The Banking Regulations Act, 1949
 - b) The Reserve Bank of India Act, 1934
 - c) Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002
 - d) The Bankers' Books Evidence Act, 1891
 - e) Recovery of Debts due to Banks and Financial Institution Act, 1993

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- f) Credit Information Companies (Regulation) Act, 2005
- g) Prevention of Money Laundering Act, 2002
- h) The Deposit Insurance and Credit Guarantee Corporation Act, 1961
- i) SEBI (Bankers to an Issue) Regulations, 1994
- j) The Negotiable Instruments Act, 1881
- k) Insurance Regulatory and Development Authority of India Act, 1999

We have also examined compliance relating to Secretarial Standards with respect to the meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

During the period under review the 'Bank' has complied with the provisions of the Act, Rules, Regulations, Directions, Guidelines, Standards, etc. mentioned above, subject to the information made infra.

Due to a technical glitch on the website of the Ministry of Corporate Affairs there was a delay in two cases in filing e-forms and for which additional fees were paid by the Bank.

During the period under report, provisions of the following regulations were not attracted by the 'Bank':

- (i) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018.
- (ii) The Securities and Exchange Board of India (Delisting of Equity Shares Regulations) 2021.
- (iii) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021.
- (iv) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

We further report that:

The Board of Directors of the 'Bank' is duly constituted with proper balance of Executive Directors and

Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice with agenda items supported by detailed notes thereon is given to all Directors to schedule the Board Meetings and Committee meetings and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meetings and for meaningful participation at the meetings. In respect of meetings held at short notice or meetings for which the agenda notes (other than those relating to Unpublished Price Sensitive Information (UPSI)) were sent at a notice of less than 7 days, the unanimous consent of the Board/Committee was taken for discussion of the said agenda items and the same has been recorded in the minutes.

Resolutions at the meetings of the Board of Directors of the Bank and Committees thereof are carried through, on the basis of unanimous decisions. If and when decisions are carried through on the basis of majority, the dissenting members' views are captured and recorded as part of the minutes. But there were no dissenting views during the year under report.

We further report that there are adequate systems and processes in the 'Bank' commensurate with the size and operations of the 'Bank' to monitor, to make requisite disclosures to the concerned authorities and thereby ensure compliance with applicable Laws, Rules, Regulations and Guidelines. As informed, the Bank has responded appropriately to communication received from various statutory / regulatory authorities including initiating actions for corrective measures, wherever found necessary. The Bank has system in place under a separate department to ensure compliance of all laws, rules and regulations applicable to bank.

We further report that during the audit period the 'Bank' had no specific events / actions, except the below mentioned events, having a bearing on the Bank's affairs in pursuance of the above referred Laws, Rules, Regulations, Guidelines, Standards, etc., referred to above:

The bank was imposed a penalty of ₹20,500/- by RBI under scheme of Penalties for bank branches and currency chests for deficiency in rendering service to the members of the public and a penalty of ₹50,000/- under scheme of penalty for non-replenishment of ATM's.

Event occurred after the reporting period We further report that after the closure of the audit period the bank was imposed a monetary penalty of ₹10.10 Lakhs by RBI by its letter dt. 22-05-2026 under Non-compliance with certain provisions of directions issued by RBI on 'Priority Sector Loan accounts' and for non-Reporting of Self Help Group (SHG) member level data to Credit Information Companies (CIC's).

M/s. KUVS & ASSOCIATES

Company Secretaries

Sd/-

CS V. SANKAR

Partner

PRACTISING COMPANY SECRETARY

C.P. No. 26960

M. No. A7677

UDIN: A007677H000662969

Peer Review Cert No. 6318/2024

ICSI Unique code: P2024TN102800

Date : June 23, 2026

Place : Tiruchirapalli

Note: This Report has to be read along with the Annexure which forms an integral part of this Report.

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**ANNEXURE TO SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026 OF CITY UNION BANK LIMITED.**

1. Maintenance of secretarial records with reference to the provisions of the Companies Act, 2013 & the Rules made thereunder and the maintenance of records with reference to other applicable laws is the responsibility of the management of the 'Bank'. Our responsibility was limited to express an opinion based on our audit regarding compliance thereof by the 'Bank' and verification of procedure on test basis.
2. The audit was conducted in accordance with applicable Standards issued by the Institute of Company Secretaries of India. We have followed the audit practices and procedures as were appropriate to obtain reasonable assurance about the correctness of the contents of the records. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the Secretarial Audit. The verifications were done on a random test basis to ensure the correctness of the facts reflected in the records.
3. We have obtained the Management representation about the compliance of Laws, Rules and Regulations and other specifically applicable Acts, Rules and Regulations and occurrence of events and we have covered the same in our report.
4. We have not verified the correctness and appropriateness of financial records and books of accounts of the Bank.
5. The Secretarial Audit Report is neither an assurance as to the future viability of the Bank nor of the efficacy or effectiveness with which the management has conducted the affairs of the Bank.

M/s. KUVS & ASSOCIATES

Company Secretaries

Sd/-

CS V. SANKAR

Partner

PRACTISING COMPANY SECRETARY

C.P. No. 26960

M. No. A7677

UDIN: A007677H000662969

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Date : June 23, 2026

Place : Tiruchirapalli

ANNEXURE - III

FORM NO. AOC -2

[Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

All transactions entered into by the Bank during the year with related parties were on an arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis

The transactions entered into by the Bank during the year with related parties on an arm's length basis were not material in nature.

Date : June 23 2026
Place : Chennai

For and on behalf of the Board
Sd/-
G. Mahalingam
DIN 09660723
Chairman

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ANNEXURE - IV

ANNUAL RETURN ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. Brief outline on CSR Policy of the Bank

Corporate Social Responsibility (CSR) has long been an integral part of the Bank's values, reflecting its commitment to the communities it serves. The Bank acknowledges the evolving environmental challenges and risks, and continually endeavours to make meaningful and impactful contributions that create a positive difference in society.

During FY 2025-26, the Bank successfully implemented CSR initiatives across a wide spectrum of activities with a focus on achieving meaningful social impact. The Bank's CSR policy is centered on promoting inclusive development and enhancing the quality of life within the community. During the year, the Bank extended its support to the following key initiatives.

- a) Promoting Health Care, Sanitation and making available safe drinking water.
- b) Promoting Education among children and differently aged children and livelihood enhancement projects.
- c) Environmental Sustainability, protection of flora and fauna, animal welfare, conservation of natural resources and maintaining quality of soil, air and water.
- d) Protection of national heritage, art and culture including restoration of buildings and sites of historical importance, works of art and setting of public libraries.
- e) Promote Rural Sports.
- f) Rural Development Projects.

2. Composition of CSR Committee :

Sl. No.	Name of the Director (Sarvashri)	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Dr. N. Kamakodi (Chairperson)	Executive	4	4
2	V. Ramesh	Executive	4	4
3	Dr. T. S. Sridhar (up to 02.02.2026)	Independent	3	3
4	T. K. Ramkumar	Independent	4	4
5	Prof. V. Kamakoti	Independent	4	4
6	Smt. Lalitha Rameswaran (w.e.f. 03.02.2026)	Independent	1	1

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company.

Composition of CSR Committee : Weblink

https://www.cityunionbank.bank.in/filemanager/May26/Reconstitution%20of%20Board%20committees_01.05.2026.pdf

CSR Policy : Weblink

https://www.cityunionbank.bank.in/filemanager/Jun26/CSR_Policy_June2026.pdf

CSR Annual Action Plan : Weblink

https://cityunionbank.bank.in/filemanager/Jul26/CSR_Annual_Action_Plan_2026_27.pdf

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR projects carried out in pursuance of Sub-Rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable.

The Executive Summary of the Impact Assessment Report on the CSR projects related to the FY 2025 as applicable is given in the Directors Report while the weblinks are as follows:

https://cityunionbank.bank.in/filemanager/Jun26/Impact_Assessment_Report_Final_Version.pdf

https://cityunionbank.bank.in/filemanager/Jun26/SASTRA_Semiconductor_Phase_I_Report.pdf

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5. (a) Average net profit of the company as per sub-section (5) of Section 135 : ₹1274,94,55,783/-
 (b) Two percent of average net profit of the company as per sub-section (5) of section 135 : ₹25,49,89,116/-
 (c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years : Nil
 (d) Amount required to be set off for the financial year, if any : Nil
 (e) Total CSR obligation for the financial year ((b) + (c) - (d)) : ₹25,49,89,116/-
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): ₹21,04,12,966/-
 (b) Amount spent in Administrative Overheads: ₹28,15,265/-
 (c) Amount spent on Impact Assessment, if applicable : Nil
 (d) Total amount spent for the Financial Year (a+b+c): ₹21,32,28,231/-

(e) CSR amount spent or unspent for the financial year :

Amount unspent (in ₹)

Total Amount Spent for the Financial Year (in ₹)	Total Amount transferred to Unspent CSR Account as per Sub-Section 6 of Section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to Sub-Section 5 of Section 135		
	Amount (in ₹)	Date of transfer	Name of the Fund	Amount	Date of transfer
21,32,28,231	5,41,08,769	24-04-2026		Nil	

NOTE: CSR FY 2026 - An amount of ₹ 26.73 crore has been budgeted which is in excess by ₹1.23 crore over the actual CSR obligation mentioned above depending on the proposals received during the year.

(f) Excess amount for set-off, if any : Nil

Sl. No.	Particulars	Amount (in ₹)
1	Two percent of average net profit of the company as per Sub-Section (5) of Section 135	25,49,89,116
2	Total amount spent for the Financial Year	21,32,28,231
3	Excess amount spent for the Financial Year {(2) - (1)}	Nil
4	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Nil
5	Amount available for set off in succeeding Financial Years {(3) - (4)}	Nil

7. Details of Unspent CSR amount for the preceeding three Financial Year(s) :

	Preceeding Financial Year	Amount transferred to Unspent CSR Account under Sub-Section 6 of Section 135 (in ₹)	Balance Amount in Unspent CSR Account under Sub-Section (6) of Section 135 (in ₹)	Amount spent in the Financial Year (in ₹)	Amount transferred to a fund specified under Schedule VII as per second proviso to Sub-Section 5 of Section 135, if any.		Deficiency, if any Amount remaining to be spent in succeeding financial years (in ₹)
					Amount (in ₹)	Date of transfer	
1.	2022-2023	-	-	-	Nil		-
2.	2023-2024	2,69,38,009	66,63,853	66,63,853			-
3.	2024-2025	2,71,81,319	2,71,81,319	1,24,78,717			1,47,02,602
	TOTAL	5,41,19,328	3,38,45,172	1,91,42,570			1,47,02,602

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year : Yes

If Yes, enter the number of Capital assets created / acquired : 51

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year :

Sl. No.	Short particulars of the property or asset(s)	Pincode of the property or asset(s)	Date of Creation / Payment	CSR amount spent (in ₹)	Details of Entity / Authority / Beneficiary of the Registered Owner		
					CSR Registration Number, if applicable	Name	Registered address
1	Battery Vehicle for aged / disabled persons	620001	13-06-2025	7,08,750		Commissioner, Trichy City Municipal Corporation	Tiruchirappalli
2	Vehicle for Garbage Collection	625002	20-06-2025	38,54,000		Madurai City Municipal Corporation	Madurai
3	Mini Excavator	639001	02-07-2025	3,00,000		Commissioner, Karur City Municipal Corporation	Karur
4	Smart TV	609001	04-12-2025	1,25,000		Sri Kanchi Sankara Vidhyalaya Matriculation Higher Secondary School	Mayiladuthurai
5	Printers	620001	15-07-2025	45,750		Commissioner, Trichy City Municipal Corporation	Tiruchirappalli
6	Battery Operated Vehicle	600003	27-10-2025	4,00,000		Greater Chennai Corporation	Chennai
7	Desk and Benches	612101	07-08-2025	2,00,000		Dharumapuram Adheenam Tirunavukkarasar Aided Primary School	Vattikurukal
8	Smart Magnetic Green Writing Board	623501	11-08-2025	2,00,000		Amirthavidhyalayam School	Ramanathapuram
9	Laptops	625002	26-02-2025	5,00,000		Commissioner, Madurai City Municipal Corporation	Madurai
10	Computers and Infrastructure (Air Conditioner)	613001	21-08-2025	94,700		Regional Director of Municipal Administration	Thanjavur
11	Infrastructure - Table / Chairs for the SICA Senior Secondary School Auditorium	452010	10-10-2025	5,00,000		SICA Educational Trust	Indore
12	Computers to College students	620001	28-08-2025	10,00,000		Seethalakshmi Ramaswami College	Tiruchirappalli
13	Construction of classrooms at various schools	614019, 614625, 614902, 609802	18-08-2025	40,00,000		Murasoli M.P Thanjavur at Govt. Schools in Panchayat	Thanjavur - Panayakottai, Orathanadu, Poyyundarkottai, Sathanur
14	Construction of record storage room	580001	12-11-2025, 17-02-2026	7,00,000		Dharwad Dt, Revenue Department	Karnataka
15	LED Screen and Signage	673601	15-11-2025	1,00,000		National Institute of Technology	Calicut

Sl. No.	Short particulars of the property or asset(s)	Pincode of the property or asset(s)	Date of Creation / Payment	CSR amount spent (in ₹)	Details of Entity / Authority / Beneficiary of the Registered Owner		
					CSR Registration Number, if applicable	Name	Registered address
16	Computers and Printers	607303	25-11-2025	1,00,000		Commissioner, Vadalur Municipality	Vadalur
17	Battery garbage collection vehicle	602001	24-11-2025	2,00,000		Commissioner, Tiruvallur Municipality Branch	Tiruvallur
18	Construction of additional Classroom at various schools	600054	03-12-2025	5,00,000		Kovilpadhagai High School, Uzhaipalar Nagar Corporation School, SM Nagar Corporation School, Ettiyamman Nagar Corporation Higher Secondary School, Annanur Corporation Primary School, Anna Nagar Middle School.	Avadi
19	Machinery for solid waste Management viz., Gross / Tree cutting machine	610105	05-01-2026	1,50,000		Nannilam Town Panchayat	Nannilam
20	Batteries	631501	05-12-2025	1,23,000		Commissioner, Kanchipuram Municipality	Kanchipuram
21	Computer and Printer	626001	16-12-2025	85,730		District Rural Development Agency	Virudunagar
22	Computers	688001	30-12-2025	49,750		Sanathana Dharma Vidyasala High School	Alapuzha
23	Cycle stand / Dining Hall	613101	24-07-2025	7,00,000		Head Master, Umayalpuram High School	Umayalpuram
24	Installation of 20KWP Solar Power Grid	630302	16-07-2025	10,00,000		Aided Pethal Achi Hr.Sec., School	Devakottai
25	Smart Class in Tanjore district schools	613001	04-09-2025	20,00,000		Thanjavur District Schools	Thanjavur
26	Construction of Classrooms	600034	17-06-2025	20,00,000		Loyola Shyam Kothary Centenary	Chennai
27	Installation of solar power system	612302	09-09-2025	10,00,000		Vallalar Primary / Nursery / Hr. Sec., School & Manavar Illam - Shanmugananda Ashramam	Kottaiyur
28	Desk / Benches to the School	612504	30-06-2025	5,00,000		Sri Kumara Gurubhar Matriculation Hr.Sec., School	Tiruppanandal
29	Two Class rooms construction	603001	12-02-2026	5,00,000		Veda Agama Patasala at Athur - Chaturveda Vidya Ganapathi Trust	Chenglepet
30	Construction of Restroom / lavatory	612001	05-08-2025	5,00,000		Mantra Peeteswari Veda patasala	Kumbakonam
31	Dialysis machine	613006	10-07-2025	8,00,000		Dicocese of Thanjavur Society - Multispeciality Hospital for Poor and Needy Peoples	Nanjaikottai
32	Battery Vehicle for the use of public	625531	30-06-2025	5,00,000		Vedanta Sastra Prachara Trust	Theni
33	Genset	620006	18-07-2025	8,00,000		Utharadi Mutt	Srirangam
34	Mahindra Van	518543	18-08-2025	12,00,000		Sri Ahobila Math Sri Lakshmi Narasimha Swamy Devasthanam	Ahobilam-Andhra Pradesh
35	Water purifier plant	603108	27-01-2026	2,00,000		Sri Bala Thiripura Sundari Temple	Thiruporur, Sembakkam
36	Fujifilm Digital Radiography System (FDR) & Digital Mammography Solution System	600089	15-12-2025	50,00,000		SRM Prime Hospital	Ramapuram
37	Computers to Visual Communication Department	600061	27-01-2026	35,00,000		A.M.Jain College	Meenambakkam - Chennai
38	Construction of Blood Bank building	613001	29-11-2025	25,00,000		Raja Mirasdar Hospital	Thanjavur
39	Construction of Goshala	609304	19-12-2025	20,00,000		Sivapuram Veda Sivagama Paribalana Sabha Trust	Mayiladuthurai
40	Upgrading of Class rooms at the School	600004	19-01-2026	3,00,000		Sri Sivasami Kalalaya Matric Higher Sec. School	Mylapore - Chennai
41	Upgrading of Cancer Research Centre / Cancer Prevention Centre / procurement of Machinery	600020	27-02-2026	25,00,000		Cancer Institute	Adyar - Chennai
42	Medical Equipments for the use of "Neuro Surgery"	600034	24-03-2026	20,00,000		Kanchi Kamakoti Childs trust Hospital	Nungambakkam - Chennai
43	Ambulance Van for home visit clinical services	600026	02-03-2026	16,20,000		SIMS Institutes For Medical Science P Ltd.,	Vadapalani - Chennai

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Sl. No.	Short particulars of the property or asset(s)	Pincode of the property or asset(s)	Date of Creation / Payment	CSR amount spent (in ₹)	Details of Entity / Authority / Beneficiary of the Registered Owner		
					CSR Registration Number, if applicable	Name	Registered address
44	Infrastructure - Computers, Printers, Table / Chairs Counter / Cabin and other related works	613001	06-02-2026, 16-02-2026	10,46,107		Chief Educational Officer, Panagal Building Thanjavur	Thanjavur
45	Construction of Storage shed at Goshala	627001	03-03-2026	3,00,000		Rajagopala Surabhi Gosamrakshana Trust	Tirunelveli
46	Infrastructure for Library	635109	02-07-2025	1,69,566		Commissioner, Hosur Municipal Corporation	Hosur
47	50 KVA Solor Power System	612001	11-09-2025	29,00,000		Correspondent, Town Higher Secondary School	Kumbakonam
48	10 Nos of SMART TV for their Computer Lab & 50 Nos of Desk / Benches - 5 Seater	612001	14-08-2025	23,83,274		Correspondent, Saraswathi Patasala	Kumbakonam
49	Computers for the use of school students 25 Nos with UPS	609107	17-06-2025	6,80,000		Principal, Poompuhar College	Melaiyur
50	Infrastructure - Annadhana Koodam (Dining hall)	612001	14-07-2025, 21-08-2025, 13-10-2025 and 28-11-2025	4,08,500		Raja Veda Kavya Patasala	Kumbakonam
51	Electrical Vehicle for Bifurcation of Garbage under Solid Waste Management Scheme - 5 Nos	612001	11-02-2026	14,20,000		Commissioner, Kumbakonam Municipal Corporation	Kumbakonam

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Sub-Section (5) of Section 135.

The amount has already been sanctioned / budgeted and the same will be spent / disbursed as per the requirement of CSR beneficiaries and the same shall be reported in succeeding financial year.

For **CITY UNION BANK**

Sd/-

R. Mohan

DIN 06902614

(Chairman of CSR Committee)

Date : June 23, 2026

Place : Kumbakonam

CUB CSR INITIATIVE - ENVIRONMENT & SUSTAINABILITY



**Setup and Maintenance of open area Greenary
at Guindy SIDCO Estate, Chennai, Tamil Nadu.**

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CUB CSR INITIATIVE - ENVIRONMENT & SUSTAINABILITY



Provision of Battery Vehicle to Kumbakonam Municipality,
Thanjavur District, Tamil Nadu.

CUB CSR INITIATIVE - ENVIRONMENT & SUSTAINABILITY



Before



After

**Revival and Renovation of Lakshmi Theertham,
Thirupunavasal, Pudukkottai District, Tamil Nadu.**

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CUB CSR INITIATIVE - ENVIRONMENT & SUSTAINABILITY



**Revival & Renovation of Malaiappan Tank
at Senganur Village, Thanjavur District, Tamilnadu.**

CUB CSR INITIATIVE - COMMUNITY DEVELOPMENT & HEALTH CARE

Equipments for Fujifilm Digital Radiography System (FDR) & Digital Mammography Solution System at SRM Prime Hospital, Ramapuram, Chennai, Tamil Nadu.



Provision of Dialysis Machine - Diocese of Thanjavur Society, Nanjikottai, Thanjavur District, Tamil Nadu.

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CUB CSR INITIATIVE - PROTECTION OF NATIONAL HERITAGE AND RURAL DEVELOPMENT



Construction of Waiting hall for Pilgrims - Swamimalai Temple,
Swamimalai, Thanjavur District, Tamil Nadu.

CUB CSR INITIATIVE - LITERACY & EDUCATION



Assistance towards training and employment initiatives of Sri Sri Rural Talent Innovation Centre, Art of living - Papanasam, Thanjavur District, Tamil Nadu.



India Literacy Project - Facilitation of Smart class room and Science Kits for various Government schools around Thanjavur District, Tamil Nadu.



Provision for Smart Class at Saraswathi Patasala Kumbakonam, Thanjavur District, Tamil Nadu.

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CUB CSR INITIATIVE - SKILL DEVELOPMENT & WOMEN EMPOWERMENT



Provision of Sewing Machines & Computers to Sri Sakthi Social Economical & Educational Welfare Trust, Ayyampalayam, Dindigul District, Tamil Nadu.

CUB CSR INITIATIVE - ANIMAL WELFARE



**Construction of Sivapuram Veda Sivagama sabha Goshala
at Karuvakkarai, Mayiladuthurai District, Tamil Nadu.**

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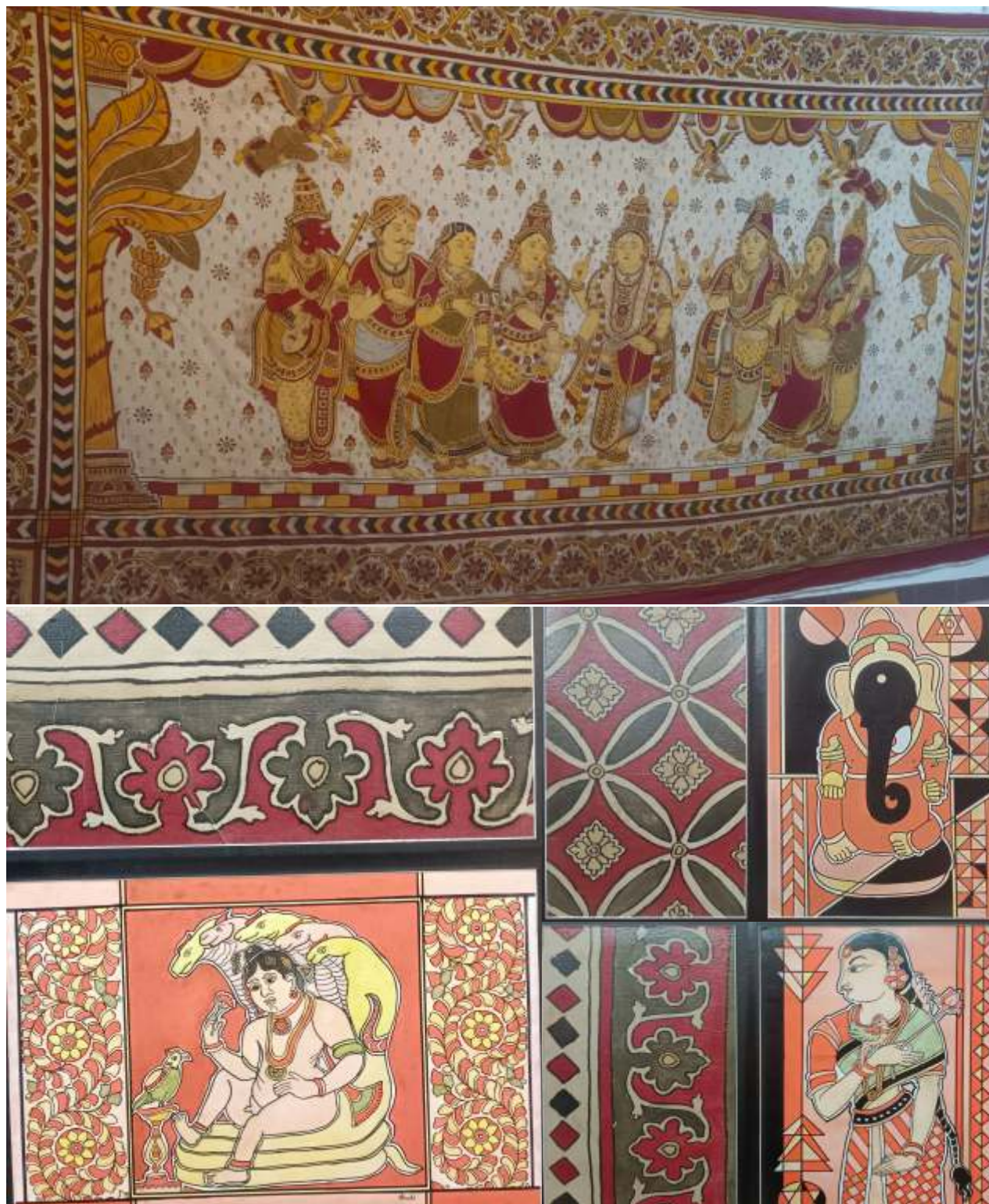
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CUB CSR INITIATIVE - ARTS & CULTURE



Promotion & Development of Traditional Kalamkari Art
Thirupanandal, Thanjavur District, Tamil Nadu.

ANNEXURE - V

Details pursuant to the provisions of Section 197 of the Companies Act 2013, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sl.No.	Requirements			
(i) & (ii)	The ratio of the remuneration of each Director of the Bank to the median remuneration of the employees of the Bank for the fiscal 2026 and the percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer and Company Secretary or Manager, if any, in the fiscal 2026, is as under :			
	Name of the Director (Sarvashri)	Designation	Ratio of remuneration to median remuneration of all employees	% increase in the remuneration in the fiscal 2026
	G. Mahalingam	Independent Director and Part-Time Chairman	7.20	NA
	Dr. N. Kamakodi ¹	Managing Director & CEO	92.03	24.93%
	R. Vijay Anandh ²	Executive Director	50.93	NA
	V. Ramesh ³	Executive Director	19.96	NA
	Narayanan Subramaniam	Independent Director (Retd.on 19.06.2025)	4.87	NA
	V. N. Shivashankar	Independent Director (Retd. on 06.02.2026)	7.13	NA
	Dr. T. S. Sridhar	Independent Director (Retd. on 06.02.2026)	7.03	NA
	K. Vaidyanathan	Independent Director	7.99	NA
	T. K. Ramkumar	Independent Director	7.69	NA
	V. Kamakoti	Independent Director	7.29	NA
	K. Subramanian	Independent Director (w.e.f. 02.02.2026)	0.60	NA
	Smt. Lalitha Rameswaran	Independent Director	7.49	NA
	J. Sadagopan	Chief Financial Officer	10.10	21.64
	S. Venkataramanan	Company Secretary	5.34	10.81
(iii)	The percentage increase in the median remuneration of the employees of the Bank during the fiscal 2026:		The median remuneration of the employees has decreased by 5.01%, when compared to previous year. This decrease in median remuneration was on account of superannuation of senior employees retiring at higher salaries and more number of new employees joined at entry level salary during FY 2025-26.	

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Sl.No.	Requirements	
(iv)	The number of permanent employees on the rolls of the Bank as on March 31, 2026:	There were 8,894 employees as on March 31, 2026.
(v)	Average percentile increase already made in the salaries of employees of the Bank other than its managerial personnel during the last fiscal year and its comparison with the percentile increase in the managerial remuneration (KMPs) and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:	(1) Average salary of employees [other than KMPs] has increased by 3.49% in the Financial Year 2025-26, when compared to previous year. This is on account of normal annual salary increment and performance based variable pay. (2) Average salary of KMPs has increased by 58.25% in the Financial Year 2025-26, when compared to previous year. The increase is computed taking into account Note No. 1, 2 and 3 given below and also normal annual salary increment for CFO and CS. There are no exceptional circumstances for increase in managerial remuneration.
(vi)	Affirmation that the remuneration is as per the remuneration policy of the Bank:	It is hereby affirmed that the remuneration paid during fiscal 2026, is in accordance with the remuneration policy of the Bank.

Note :

- 1 The Bank has considered the annualised Fixed Pay for computation of ratios and percentage increase in remuneration together with the arrears of Fixed Pay for increase in remuneration w.e.f. May 1, 2025 as approved by RBI, and deferral Variable Pay paid in FY 2026 pertaining to previous Financial Years.
- 2 Appointed as Executive Director on June 24, 2024 and hence remuneration for FY 2026 is not comparable with FY 2025.
- 3 Appointed as Executive Director on Feb' 21, 2025 and hence remuneration for FY 2026 is not comparable with FY 2025.

For and on behalf of the Board
Sd/-

G. Mahalingam
DIN 09660723
Chairman

Date : June 23, 2026
Place : Chennai

REPORT ON CORPORATE GOVERNANCE

(Forming part of the Director's Report for the year ended March 31, 2026)

Corporate Governance is a system of rules, practices and processes by which an Institution is operated, directed and governed. The main principles of good Corporate Governance revolve around conducting the business with integrity, being transparent in all transactions, making all the necessary disclosures and complying with the applicable laws with a sense of accountability and responsibility towards all the stakeholders and commitment to conduct the business in an ethical manner. The goal of Corporate Governance is to manage the business to maximize long term value while safeguarding the interests of all stakeholders.

This Report on Corporate Governance is set out pursuant to the provisions of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") and the Companies Act, 2013 ('the Act').

1. BANK'S PHILOSOPHY ON CORPORATE GOVERNANCE

City Union Bank Limited, (herein after called "the Bank") has been following robust Corporate Governance practices since its inception. The Bank believes that a good Corporate Governance structure is the one which directs and controls the affairs of the Bank to sustain and improve value creation for all stakeholders. Bank's governance framework recognizes Transparency, Fairness, Integrity, and Accountability as core values, and the management believes that the practice of each of these creates the right corporate culture for the institution.

It is to be recognized that Corporate Governance is not just a one stop destination but a continuous journey to consolidate and enhance sustainable value creation to the Bank by adhering to the core values.

The Bank continues to believe strongly in adopting and adhering to the best governance practices. The Bank always endeavors to achieve the highest levels of governance as a part of its accountability and responsibility towards the shareholder and all other stakeholders.

The Bank has a governance structure in place to bestow high standards of transparency, fairness, integrity and accountability for performance at all levels and to ensure and achieve excellence through professionalism, social responsiveness, sound business practices and optimum efficiency. This in turn enables the Bank to maintain a high level of business ethics to maximise the shareholders' value and to protect their interest.

The governance practices of the Bank aims to:

- enhance the long term interest of its stakeholders, provide good management standards, adopt prudent risk management techniques and comply with the required benchmark of capital adequacy, thereby safeguarding the interest of all its stakeholders such as shareholders, investors, depositors, creditors, customers, suppliers and employees, to maximise benefits to all.
- ensure the implementation of good governance practices through the Board of Directors.

The Bank continues to achieve Corporate Excellence by imbibing the following principles:

- Adhere to the Laws and Regulations in both letter and spirit.
- Total commitment to follow ethical practices in all facets of banking and at the same time to ensure efficiency in operations to maximise value and benefit to all stakeholders.
- To make employees accountable for completion of work within specified time lines, without compromising on quality and at the same time, adhering to risk controls and policy framework.
- Strict adherence to prudent Banking norms and values in the conduct of day-to-day Banking operations.
- A mix of experienced executive and Independent Directors who provide strategic direction, monitor performance and uphold fiduciary responsibilities.

2. BOARD OF DIRECTORS

The Board of Directors (the 'Board') of the Bank is constituted in accordance with the Clause 17 of Articles of Association of the Bank, the Banking Regulation Act, 1949, Section 149 of the Companies Act, 2013 and Regulation 17 of SEBI Listing Regulations, 2015 as amended from time to time.

A. COMPOSITION

As per SEBI Listing Regulations, 2015 where the Chairperson of the Board of Directors is a Non-Executive Director; at least one third of the Board should comprise of Independent Directors. As on March 31, 2026, the Board comprised of nine Directors of whom, six were Independent Directors (including a Women Director). The composition of the Board is in accordance with the requirements specified under the Companies Act, 2013 and SEBI Listing Regulations, 2015. None of the Directors of the Bank have any relationships inter-se, as on March 31, 2026.

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The Board has identified the following core skills / expertise / competence for effective and dynamic Board composition which is in line with Section 10A (2) of Banking Regulation Act, 1949 and relevant circular issued by RBI.

- | | |
|----------------------------------|--|
| 1. Accountancy | 8. Small-scale Industry |
| 2. Agriculture and Rural Economy | 9. Human Resources |
| 3. Banking | 10. Information Technology / Artificial Intelligence |
| 4. Co-operation | 11. Risk Management |
| 5. Economics | 12. Payment and Settlement Systems |
| 6. Finance | 13. Business Management |
| 7. Law | 14. Cyber Security |

The majority of Directors on the Board as on March 31, 2026 holds diverse expertise, knowledge and business acumen in Banking and other related fields. The details of the skill sets / expertise, the Directors bring into the Board of the Bank to facilitate effective decision making, together with other disclosures are mentioned below :

Name of the Director Sarvashri	Expertise/Core Skills/ Sector Representation	Category	Total No. of other Directorships held	No. of shares
G. Mahalingam* (DIN 09660723)	Accountancy, Finance, Banking, Economics, Capital Market and Business Management	Non - Executive Part-time Chairman (Independent)	6	Nil
Dr. N. Kamakodi (DIN 02039618)	Banking	Managing Director & CEO	Nil	24,67,928
K. Vaidyanathan (DIN 07120706)	Accountancy & Finance, Information Technology and Business Management	Independent Director	Nil	100
T. K. Ramkumar (DIN 02688194)	Law, Banking and Information Technology	Independent Director	Nil	1,64,310
Prof. V. Kamakoti (DIN 03537382)	Information Technology, Artificial Intelligence, Agriculture & Rural Economy	Independent Director	9	1,512
Smt. Lalitha Rameswaran (DIN 02326309)	Accountancy & Finance, Banking and Information Technology	Independent Director	Nil	35,028
R. Vijay Anandh (DIN 09656376)	Banking, Agriculture & Rural Economy, Small Scale Industry, Risk Management, Business Management and Information Technology & Digital Banking	Executive Director	Nil	30,000
V. Ramesh (DIN 10954322)	Banking, Compliance, Accountancy & Finance, Treasury and Risk Management	Executive Director	Nil	1,89,060
K. Subramanian (DIN 11519754)	Information Technology & Cyber Security, Artificial Intelligence, Banking & Insurance, Risk Management, Accountancy & Finance and Business Management	Independent Director	Nil	Nil

*Except Shri. G. Mahalingam who is a Independent Director in other Listed entities viz. LIC of India, Central Depository Services (India) Limited, Thomas Cook (India) Limited and CARE Ratings Limited, none of the other Directors on the Board of the Bank holds Directorship in any other listed entity.

B. ATTENDANCE AT BOARD MEETINGS AND PREVIOUS ANNUAL GENERAL MEETING, NUMBER OF OTHER DIRECTORSHIPS AND COMMITTEE MEMBERSHIP(S) / CHAIRMANSHIP(S) OF EACH DIRECTOR IS AS UNDER :

Name of the Director Sarvashri	Board Meetings		Attendance at AGM held on 13.08.2025	Directorship in other Public Ltd. entities	Directorship in other Listed entities	Memberships in *ACB & SRC of other Companies and (Chairmanships)
	Held during the Tenure	Meeting Attended				
G. Mahalingam	11	11	Yes	5	4	4(2)
Narayanan Subramanian (Upto 19.06.2025)**	2	2	NA	5	3	5(2)
Dr. N. Kamakodi	11	11	Yes	Nil	Nil	Nil
R. Vijay Anandh	11	11	Yes	Nil	Nil	Nil
V. Ramesh	11	11	Yes	Nil	Nil	Nil
V. N. Shivashankar \$	9	9	Yes	2	Nil	Nil
Dr. T. S. Sridhar \$	9	9	Yes	Nil	Nil	Nil
K. Vaidyanathan	11	11	Yes	Nil	Nil	Nil
T. K. Ramkumar	11	11	Yes	Nil	Nil	Nil
Prof. V. Kamakoti	11	10	Yes	Nil	Nil	Nil
Smt. Lalitha Rameswaran	11	11	Yes	Nil	Nil	Nil
K. Subramanian#	2	2	NA	Nil	Nil	Nil

Meeting Dates : 02.05.2025, 11.06.2025, 31.07.2025, 02.09.2025, 06.10.2025, 03.11.2025, 23.11.2025, 15.12.2025, 02.02.2026, 27.02.2026 and 23.03.2026

* ACB - Audit Committee of Board, SRC - Stakeholders Relationship Committee of Board

** Shri Narayanan Subramanian ceased to be a Director of the Bank on completion of his 8 years tenure on the close of business hours on 19.06.2025

\$ Shri. V. N. Shivashankar and Dr. T. S. Sridhar ceased to be Director of the Bank on completion of their 8 years tenure on the close of business hours on 06.02.2026.

Shri K Subramanian, Independent Director was inducted into the Board w.e.f. 02.02.2026.

Note: As per Regulation 26 of SEBI Listing Regulations, 2015, the Directorship and Committee positions held by the Directors in other Public Limited Companies (including Unlisted entities) only have been considered and also, only Audit and Stakeholders Relationship Committee have been considered for reckoning Committee positions. Further, none of the Directors of the Bank were members of more than 10 Committees or acted as Chairman of more than 5 Committees across all Public Limited Companies in which he / she is a Director. All Directors of the Bank hold directorship in compliance with Regulation 17A of the SEBI Listing Regulations, 2015 and Section 165 of the Companies Act, 2013.

The meetings of the Board and its Committees were conducted in line with the provisions of Companies Act, 2013, SEBI Listing Regulations, 2015 and the Secretarial Standards on Board Meetings issued by the Institute of Company Secretaries of India (ICSI). All information, as applicable and specified in Regulation 17(7) of the SEBI Listing Regulations, 2015, read with Part A of Schedule II thereto, are regularly placed before the Board. All the meetings were conducted with proper quorum. The date

and place of the meeting as well as the agenda papers were circulated to all the Directors in advance to enable the Board members schedule and prepare for the meeting. The Directors had access to all additional information on the agendas to facilitate meaningful, informed and focused discussions at the meetings. The Executives of the Bank were also invited to attend the Board meetings wherever required, to provide necessary clarifications.

C. FAMILIARISATION PROGRAMMES

The Bank in compliance with the requirement of the SEBI Listing Regulations, 2015 and Companies Act, 2013, conducts familiarization programmes for Independent Directors to enable them familiarize with the Bank, its management, their roles, responsibilities, nature of the Banking Industry, Business Model, Risk Management System and Technology of the Bank etc. During the year, the Independent Directors of the Bank were familiarized on various aspects viz., strategy / business model of the Bank / SWOT analysis, etc. by the MD & CEO. Besides, the Company Secretary and CCO of the Bank familiarized the Board on statutory and Regulatory updates respectively on a monthly basis.

The complete details are available in the Bank's website under Investor's section. Weblink:

https://www.cityunionbank.com/filemanager/Jun26/Familiarisation_Programme_2026.pdf

D. DIRECTORS' REMUNERATION

i. REMUNERATION POLICY

Remuneration to Executive Director / Whole Time Director / Managing Director & CEO

There exists a Board approved Compensation Policy which also deals with the remuneration and other corporate benefits to the Whole-time / Executive Director. Such Compensation Policy is framed in accordance with Section 178 of the Companies Act, 2013 read with the relevant Rules made thereunder, Regulation 19 of the SEBI Listing Regulations, 2015 and the Master Directions issued by the RBI in this regard, from time to time. The remuneration of Whole-time Directors are recommended by the Nomination and Remuneration Committee to the Board of Directors and is subject to the prior approval by the Reserve Bank of India in terms of the Banking Regulation Act, 1949, and also the Shareholders.

Further, as per the extant directions consolidated and notified by the Reserve Bank of India in respect of compensation to Directors of Private Sector Banks vide Reserve Bank of India (Commercial Banks - Governance) Directions, 2025, dated November 28, 2025, all fixed elements of compensation, including the perquisites are treated as part of Fixed Pay. The perquisites that are reimbursable in nature would also be included in the Fixed Pay so long as there are

monetary ceilings on these reimbursements. The contribution towards Superannuation / Retiral benefits will also be treated as part of Fixed Pay.

The variable compensation for Whole Time Directors / MD & CEO is fixed based on the assessment of performance under Qualitative factors and Quantitative factors based on ICAAP (Internal Capital Adequacy Assessment Process) approved for each financial year by the NRC / Board. In line with the aforesaid RBI Directions in the beginning of each financial year, the Board approves & recommends Target Variable Pay to RBI and after the year-end, based on the assessment of actual performance vis-à-vis targets, the Variable Pay is determined & recommended to RBI for its approval for the relevant financial year. Such variable compensation is paid in the form of Cash, Stock Options and / or share linked instruments based on recommendation of Nomination and Remuneration Committee / Board, after approval by RBI for each financial year.

Remuneration to Non-Executive Directors

All Non-Executive Directors of the Bank are paid sitting fees of ₹ 75,000/- and ₹ 25,000/- for attending Board and Committee Meetings respectively for each such meeting as per the provisions of the Companies Act, 2013. Further, except Shri. G. Mahalingam, Part-time Non-Executive Chairman of the Bank, whose remuneration is determined by the RBI pursuant to the provisions of the Banking Regulation Act, 1949, all other Non-Executive Directors are eligible for Profit Linked Commission pursuant to the extant RBI Directions, the Companies Act, 2013, the Compensation Policy of the Bank and the approval of Shareholders' vide its meeting held on September 1, 2018. The Nomination and Remuneration Committee determines and recommends to the Board for its approval, such commission, if any, for each financial year. Further, no stock options are granted to any of the Non- Executive Directors of the Bank.

Besides, above, the Bank does not pay any other form of remuneration to Non-Executive Directors of the Bank.

Remuneration to Key Managerial Personnel (KMP) and Other Employees

The Bank has five KMPs as on March 31, 2026 viz. Dr. N. Kamakodi - Managing Director & CEO,

Shri. R. Vijay Anandh - Executive Director, Shri. V. Ramesh - Executive Director, Shri. J. Sadagopan - Chief Financial Officer and Shri. Venkataramanan S - Company Secretary & Compliance Officer. The KMPs and other employees are remunerated in terms of the Compensation Policy of the Bank.

ii. REMUNERATION PAID DURING FY 2025-26

The remuneration of the Chairman, the Managing Director & CEO and the two Executive Directors of the Bank are in accordance with the terms and conditions as approved by the Reserve Bank of India and Shareholders. The RBI vide its letter no. DoR.GOV.No.7141 / 08.42.001 / 2025-26 dt. December 17, 2025 conveyed its approval in respect of the following matters:

- (a) for revision in Fixed Pay to Dr. N. Kamakodi, MD & CEO for ₹261 lakhs per annum including perquisites w.e.f. May 1, 2025.
- (b) Variable Pay of ₹258 lakhs per annum (₹129 lakhs as Cash Component and ₹129 lakhs as Non-Cash Component) for FY 2024-25 to the MD & CEO. As per the approval, 45,450 stock options

(representing Non-Cash Component not exceeding the maximum amount sanctioned by RBI) was granted to the MD & CEO of the Bank during the year under CUB ESOS 2017 Scheme - Part B Series IV.

- (c) Revision in Fixed Pay to Shri. R. Vijay Anandh, Executive Director for ₹228 lakhs per annum including perquisites w.e.f. June 24, 2025.

- (d) Variable pay of ₹159 lakhs per annum (₹79.50 lakhs as Cash Component and ₹79.50 lakhs as Non-Cash Component) for FY 2024-25. As per such approval, 28,010 stock options (representing Non-Cash Component not exceeding the maximum amount sanctioned by RBI) was granted to Shri R Vijay Anandh, Executive Director of the Bank during the year under CUB ESOS 2017 Scheme - Part B Series IV.

During FY 2026, all Independent Directors were paid Profit Linked Commission for FY 2024-25 in addition to sitting fees for attending Board and Committee Meetings. Further, there are no instances of service contracts, notice period and severance fees between the Bank and its Directors during FY 2026.

The details of remuneration paid to Directors are furnished below:

(in ₹)

Name of Director (Sarvashri)	Salary/ Fixed Pay / HRA	Variable pay	Perquisites	*Sitting Fees	**Profit Linked Commission	Total Remuneration
EXECUTIVE DIRECTOR						
Dr. N. Kamakodi	2,69,13,884	1,22,14,702	66,61,914	-	-	4,57,90,500
R. Vijay Anandh	1,75,43,539	39,75,000	38,21,609	-	-	2,53,40,148
V. Ramesh	98,49,996	-	82,754	-	-	99,32,750
NON-EXECUTIVE INDEPENDENT DIRECTORS						
G.Mahalingam (Chairman)	15,00,000	-	-	19,00,000	1,80,821.92	35,80,821.92
Narayanan Subramanian (Upto 19.06.2025)	-	-	-	4,25,000	20,00,000	24,25,000
V.N. Shiva Shankar (Upto 06.02.2026)	-	-	-	15,50,000	20,00,000	35,50,000
Dr. T.S.Sridhar (Upto 06.02.2026)	-	-	-	15,00,000	20,00,000	35,00,000
K. Vaidyananthan	-	-	-	19,75,000	20,00,000	39,75,000
T. K. Ramkumar	-	-	-	18,25,000	20,00,000	38,25,000

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Name of Director (Sarvashri)	Salary/ Fixed Pay / HRA	Variable pay	Perquisites	*Sitting Fees	**Profit Linked Commission	Total Remuneration
Prof. V. Kamakoti	-	-	-	16,25,000	20,00,000	36,25,000
Lalitha Rameswaran	-	-	-	17,25,000	20,00,000	37,25,000
K. Subramanian (w.e.f. 02.02.2026)	-	-	-	3,00,000	-	3,00,000

*Sitting fees includes the fees paid for attending Board and Board Level Committees.

**Profit Linked Commission for FY 2024-25 has been paid (on pro-rata basis) to the concerned Directors during FY 2026

It is hereby confirmed that no single Non-Executive Director has been remunerated exceeding 50% of total annual remuneration paid to all Non-Executive Directors.

E. PERFORMANCE EVALUATION

i. PROCESS

In line with the provisions of the Companies Act, 2013 and SEBI Listing Regulations, 2015, as amended from time to time, a formal annual evaluation process for assessing the performance of the Board, Board Level Committees, Part-time Chairman, Non-Independent and Independent Directors is conducted through a structured questionnaire covering various aspects of Board Governance, Composition, Competencies, Guidance etc., as approved by the Nomination and Remuneration Committee of the Board. The Nomination and Remuneration Committee reviews the performance evaluation criteria from time to time as per requirement.

The Board carries out an annual evaluation of its own performance, all individual Directors including Independent Directors (excluding the Director being evaluated) and of its Committees.

As per the Regulations contained under SEBI Listing Regulations 2015, from FY 2026 onwards, the Independent Directors of Top 2000 listed entities as per market capitalization are required to conduct at least two meetings in a financial year, without the presence of Non-Independent Directors and members of the management. Accordingly, the Independent Directors met twice during FY 2026, at their separate meeting to conduct the evaluation of Board, Chairman, Managing Director & CEO, Executive Director and also, the timeliness of flow of information between Board & Management.

ii. Performance Evaluation Criteria

Individual Directors and Chairperson (including MD & CEO and Independent Directors)

An annual internal assessment of all Directors on the Board of the Bank is carried out by the entire Board of Directors based on criteria as approved by the Nomination and Remuneration Committee viz., Qualification, Experience, Knowledge & Competency, Availability & Attendance, Deliberation, Contribution, Integrity, Independent views and judgement etc.

In respect of evaluation of Chairperson, additional criteria such as leadership capabilities and Board Level working relationships are taken into account.

The Managing Director & CEO and Executive Directors were assessed on additional criteria viz., Business Conduct, Bank's overall performance, Strategic Planning, Compliance and Governance areas.

While undertaking the evaluation process, the Director who is being evaluated does not participate.

iii. Board as Whole

Assessment is done based on structure of the Board including Directors' Competency and diverse expertise, frequency of meetings, quality of information called for, effectiveness of deliberation and discussions and follow up of assurance functions.

iv. Board Level Committees

The evaluation is done based on parameters viz., Composition of the Committee, Terms of Reference, Meetings, structure of Committee Meetings, Reconstitution, Rotation of members, effectiveness of discussions, directions issued etc.

v. Outcome of Evaluation

The reports of all evaluations conducted as aforesaid were placed before the Board and it was agreed by all Directors that the overall performance of the Board, Board Level Committees and individual Directors were satisfactory for the FY 2025-26.

F. CRITERIA FOR APPOINTMENT OF INDEPENDENT DIRECTORS

The detailed criteria for appointment of Independent Directors are mentioned under the Directors' Report forming a part of Annual Report. The terms of appointment of Independent Directors is hosted in the website of the Bank as per Regulation 46 of SEBI Listing Regulations, 2015.

All Independent Directors on the Board have confirmed that they meet the criteria of Independence under the Companies Act, 2013 and SEBI Listing Regulations, 2015. Further, the Board confirms that all Independent Directors fulfill the conditions specified under SEBI Listing Regulations, 2015 and are independent of the management.

G. DIRECTORS AND OFFICER'S INSURANCE

The Bank has undertaken 'Directors and Officer's Insurance' for all its Directors, including Independent Directors for a specific quantum and coverage of risks as determined by the Board of Directors of the Bank.

H. COMPLIANCE OF LAWS

The Bank has an exclusive Compliance Department headed by the Chief Compliance Officer which ensures compliance of all laws applicable to the Bank on a continuous basis and submits its report to the Board of Directors at regular intervals. Accordingly, the Board reviews such reports and ensures the status of compliance by the Bank.

3. COMPOSITION OF COMMITTEES OF THE DIRECTORS AND THEIR ATTENDANCE AT THE MEETINGS AS ON MARCH 31, 2026

The Bank, in order to facilitate informed decision making in the best of its interests, has constituted various Committees with pre-defined terms of reference and have delegated specific powers for effective functioning. These Committees monitor the activities falling within their terms of reference duly approved by the Board.

The Bank has 16 Committees as on March 31, 2026. The details on composition and attendance of members in various Committees along with terms and reference are detailed hereunder:

I. Audit Committee

This Committee has been constituted as per the requirements of RBI circular on Corporate Governance, SEBI Listing Regulations, 2015 and Section 177 of the Companies Act, 2013. The terms of reference of the Committee are as under:

- Oversight of the Bank's Financial Reporting Process and the Disclosure of its Financial Information to ensure that the financial statements are correct, sufficient and credible.
- Recommend to the Board the appointment, re-appointment or if required, the replacement or removal of the Statutory Auditor together with the terms of appointment of the Auditor, fixation of audit fees and approval of payment for any other services rendered by the Statutory Auditors.
- Discuss with Statutory Auditors, before the commencement of audit, the nature and scope of audit and also conduct post audit discussion to ascertain any area of concern.
- Review the performance of Concurrent Auditors
- Review with the management, the Quarterly Financial Statements before submission to the Board for approval and secure the certificate from CFO in terms of requirements under the SEBI Listing Regulations, 2015.
- Review, with the management, the Annual Financial Statements and Auditor's Report thereon before submission to the Board for approval with particular reference to matters required to be included in Directors' Responsibility Statement as per Companies Act, 2013, accounting policies and practices, compliance with Accounting Standards, qualifications in Draft Audit Report and other legal requirements relating to financial statements.
- Discuss significant Audit findings including those of Concurrent Audit and follow up thereon.
- Review the adequacy of the Audit and compliance functions, including their policies, procedures, techniques and other regulatory requirements.

- i. Review the findings of any internal investigations conducted by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- j. Review of all reports as per the Calendar of Reviews stipulated by the RBI.
- k. Review of Compliance Report on Corporate Governance.
- l. Review of Risk Management, Internal Financial Controls and Independent evaluation of Operational Risk Management Function.
- m. Review of compliance functions in the Bank and monitor compliance in respect of Annual Financial Inspection by RBI.
- n. Review the functioning of the Whistle Blower Mechanism.
- o. Any other function as may be stipulated by SEBI, Companies Act, RBI, Stock Exchanges and any other regulatory authorities from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Smt. Lalitha Rameswaran (Chairperson)	Independent	11	11
V. N. Shivashankar (upto 02.02.2026)	Independent	09	09
K. Vaidyanathan (upto 02.02.2026)	Independent	09	09
Dr. T. S. Sridhar (upto 02.02.2026)	Independent	09	09
K. Subramanian (w.e.f. 03.02.2026)	Independent	02	02
T. K. Ramkumar (w.e.f. 03.02.2026)	Independent	02	02
Meeting Dates: 02.05.2025, 11.06.2025, 31.07.2025, 28.08.2025, 20.09.2025, 03.11.2025, 23.11.2025, 15.12.2025, 02.02.2026, 27.02.2026 and 23.03.2026.			

II. Stakeholders Relationship Committee

The Committee has been constituted in accordance with Section 178 of Companies Act, 2013 and SEBI Listing Regulations, 2015. The terms of reference of this Committee are detailed below:

- a. To review and redress grievances / complaints received from shareholders and any other security holders of the Bank for non-receipt of dividends / dividend warrant, interest, annual reports, share certificates, transfer / transmission of shares, issue of duplicate share certificates, general meetings etc.
- b. Noting of the Memorandum of Transfers approved by the "Executive Committee for Investor Grievances and Complaints" which approves the Share Transmission, Transposition, Dematerializations, Rematerialization, Name change, Issue of Duplicate Share Certificates etc.
- c. To review the performance and service standards adopted by the Registrar and Transfer Agents of the Bank.
- d. Review the measures undertaken to reduce the quantum of Unclaimed Dividend and receipt of Warrants / Annual Reports / Statutory Notices by Shareholders of the Bank.
- e. Any other matters concerning Investors, as may be stipulated by SEBI, Companies Act, RBI, Stock Exchanges and any other Regulatory Authorities from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Prof. V. Kamakoti (Chairperson)	Independent	04	03
G. Mahalingam	Independent	04	04
Dr. N. Kamakodi	Executive	04	04
Dr. T. S. Sridhar (up to 02.02.2026)	Independent	04	04
Meeting Dates: 02.05.2025, 31.07.2025, 03.11.2025 and 02.02.2026			

Name and Designation of the Compliance Officer : Shri. S. Venkataramanan, Company Secretary

The Investor complaints received during the
Financial year under review is as follows :

Pending at the beginning of the year	:	0
Received during the year	:	1
Disposed off during the year	:	1
Pending at the end of the year	:	0

All information and queries received from the
Shareholders during the year have been attended to
and addressed to their satisfaction.

III. Credit Committee

Terms of reference of this committee are as under :

- Consider and sanction Credit proposals falling beyond the sanctioning powers of MD & CEO and within the specified limit as prescribed by the Board from time to time.
- Review the performance of Credit Appraisal Committee which scrutinize the credit proposals ₹1 crore & above.
- Reviewing any other matters relating to credit sanction as and when recommended by the Board.

Composition and meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
G. Mahalingam (Chairperson)	Independent	17	17
Dr. N. Kamakodi	Executive	17	15
R. Vijay Anandh	Executive	17	17
V. Ramesh	Executive	17	17
Narayanan Subramaniam* (upto 19.06.2025)	Independent	03	03
K.Vaidyanathan	Independent	17	17
Meeting Dates: 02.05.2025, 22.05.2025, 11.06.2025, 08.07.2025, 30.07.2025, 12.08.2025, 02.09.2025, 20.09.2025, 28.09.2025, 06.10.2025, 03.11.2025, 23.11.2025, 15.12.2025, 02.02.2026, 27.02.2026, 14.03.2026, and 23.03.2026			

* Shri Narayanan Subramaniam ceased to be a Director of the Bank on completion of his 8 years tenure at the end of business hours on 19.06.2025.

IV. Committee of the Board for Reviewing NPA and Suit filed accounts

The terms of reference of the Committee are as under:

- To review statement of breakup of NPAs in respect of domestic and forex credits covered under the quarterly review.
- To review statement of closed / regularized accounts with outstanding balance of ₹1.00 crore and above and recovery of ₹25.00 lakh and above in NPA accounts.
- To review of large NPA accounts of more than ₹500.00 lakh
 - NPA addition with outstanding balance ₹500.00 lakh and above.
 - NPA accounts with outstanding balance ₹500.00 lakh and above "excluding 1 above".
- To review consolidated statement of NPA accounts sold to Asset Reconstruction companies.
- To review fresh slippages during the quarter including quick mortality cases.

Composition and meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
V. N. Shivashankar (Chairperson) (upto 02.02.2026)	Independent	03	03
K. Vaidyanathan (Chairperson) (w.e.f. 03.02.2026)	Independent	01	01
G Mahalingam (w.e.f. 03.02.2026)	Independent	01	01
Dr. N. Kamakodi (upto 02.02.2026)	Executive	03	02
R. Vijay Anandh (upto 02.02.2026)	Executive	03	03
V. Ramesh	Executive	04	04
T. K. Ramkumar (upto 02.02.2026)	Independent	03	03
Lalitha Rameswaran (upto 02.02.2026)	Independent	03	03
K. Subramanian (w.e.f. 03.02.2026)	Independent	01	01
Meeting Dates: 11.06.2025, 20.09.2025, 15.12.2025 and 27.02.2026			

V. Risk Management Committee

The terms of reference of the Committee are as under:

- To formulate and review the policies / procedures on Risk Management practices followed by the Bank.
- To oversee the Risk Management practices followed by the Bank.
- To define / review the risk appetite of the Bank in all areas and to give suitable directions to the line management.
- To monitor risk limits on a regular basis in all risk areas and to approve the actions initiated for risk management.
- To establish a minimum risk management standard and operating principles.
- To ensure effective and robust system, models, controls and practices are in place to monitor control, measure and manage all risks.
- To review the directions given earlier and the action taken with regard to the directions.
- To review the Risk Management functions of the Bank every quarter and also the Capital Adequacy Framework.
- To review the Asset Liability Management system every quarter.
- To review the Country Risk, Unhedged Forex Exposure and other Pillar II Risks.
- To formulate and review ICAAP annually.
- To review Stress Tests conducted in respect Credit Risk (impact on CRAR, NPA, Gold Value, Credit Concentration, and Industrial Exposure), Liquidity Risk, Interest Rate Risk, as well as the Scenario Analysis and conduct any other Stress Test by assuming other relevant scenario, whenever warranted.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Narayanan Subramaniam (Chairperson) (upto 19.06.2025)	Independent	01	01
V. N. Shivashankar (Chairperson) (w.e.f. 01.08.2025 to 02.02.2026)	Independent	02	02
K Subramanian (Chairperson) (w.e.f. 03.02.2026)	Independent	01	01
Dr. N. Kamakodi	Executive	04	03
R. Vijay Anandh (upto 31.07.2025)	Executive	01	01
V. Ramesh	Executive	04	04
Prof. V. Kamakoti	Independent	04	04
G. Mahalingam	Independent	04	04
Meeting Dates: 11.06.2025, 20.09.2025, 23.11.2025 and 27.02.2026			

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VI. Customer Service Committee

The Bank is having a Customer Service Committee for monitoring the quality of services rendered to its customers and ensuring regulatory compliances in this regard. To ensure effectiveness, the Bank has constituted a Standing Committee on Customer Service at the Executive Level which reviews the suggestions / complaints of customers. The Customer Service Committee of the Board based on the feedback and recommendations made by Standing Committee takes necessary actions aiming at enhanced Customer Centric Banking.

The terms of reference of the Committee are as under:

- Bring about ongoing improvements in the quality of customer service provided by the Bank and exploring innovative measures towards enhancing the quality of customer service and improving the level of customer satisfaction of all categories of the Bank's clientele.
- Provide guidance in improving the customer service level.
- Compliance with the recommendations of the Committee on Procedures and Performance Audit on Public Services (CPPAPS) constituted by RBI under the Chairmanship of Dr. S. S. Tarapore, former Deputy Governor of RBI.
- Ensure that the Bank provides and continues to provide, best in class service across all categories of customers which will help the Bank in protecting and enhancing its brand equity.
- Examine any other issues having a bearing on the quality of customer service rendered.
- Ensure implementation of directives received from RBI with respect to rendering services to customers of the Bank.
- Review the details and basis of awards, if any, passed by the Banking Ombudsmen on our Bank.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Dr. T. S. Sridhar (Chairperson) (Upto 02.02.2026)	Independent	02	02
T. K. Ramkumar (Chairperson - 03.02.2026) (Member - since 21.05.2024)	Independent	02	02
Dr. N. Kamakodi	Executive	02	02
V. Ramesh	Executive	02	02
Smt. Lalitha Rameswaran	Independent	02	02
Prof. V. Kamakoti	Independent	02	02
K. Vaidyanathan (w.e.f. 03.02.2026)	Independent	-	-
Meeting Dates: 11.06.2025 and 15.12.2025			

VII. Nomination Committee (Up to 02.02.2026)

The Nomination Committee is constituted as per Section 178 of the Companies Act, 2013 and SEBI Listing Regulations, 2015. The terms of reference of the Committee are as under:

- To undertake the process of due diligence to determine the suitability of any person for appointment / continuing to hold appointment as a Director on the Board, based upon qualification, expertise, track record, integrity and other 'fit and proper' criteria as may be prescribed under the Companies Act, 2013, Banking Regulation Act, 1949, SEBI Listing Regulations, 2015 and RBI guidelines.
- To carry out the performance evaluation of every Director.
- To examine the vacancies that will come up at the Board on account of retirement or otherwise i.e., succession planning.
- To formulate / review the criteria for the performance evaluation of Independent Directors and the Board of Directors and to determine the continuance of an Independent Director(s) based on the report of evaluation of Independent Directors.
- Identifying persons who may be appointed in Senior Management and recommend to the Board of Directors as to their appointment and removal.
- To ensure the Board diversity in terms of the Banking Regulation Act, 1949, the Reserve Bank of India guidelines, the Companies Act, 2013, SEBI Listing Regulations, 2015 etc., at all times.
- Any other functions as may be stipulated by SEBI, MCA, RBI, Stock Exchanges and any other Regulatory / Statutory Authorities from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
K. Vaidyanathan (Chairperson)	Independent	06	06
Prof. V. Kamakoti	Independent	06	05
Smt. Lalitha Rameswaran	Independent	06	06
V. N. Shivashankar	Independent	06	06
Meeting Dates: 02.05.2025, 20.09.2025, 03.11.2025, 23.11.2025, 15.12.2025 and 02.02.2026			

The Performance Evaluation criteria for evaluation of Independent Directors as required to be mentioned as per Para C (4) of Schedule V, is set-out elsewhere in this report.

VIII. Compensation & Remuneration Committee (upto 02.02.2026)

The Committee is constituted in accordance with SEBI Listing Regulations, 2015 and RBI guidelines. The terms of reference of the Committee are as under:

- The Committee shall formulate and review the Remuneration / Compensation Policy of the Bank as per the directions of RBI.
- To administer the Employee Stock Option Scheme of the Bank.
- Review of compensation to employees and executives including the Managing Director & CEO of the Bank.
- Recommendation of Variable Pay to MD & CEO / Material Risk Takers of the Bank / Whole-Time Directors.
- Compensation to the Non-Executive Directors subject to the limits contained under the Companies Act, 2013 and the Reserve Bank of India guidelines.
- Any other functions as may be stipulated by SEBI, MCA, RBI, Stock Exchanges and any other Regulatory / Statutory Authorities from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
T. K. Ramkumar (Chairperson)	Independent	08	08
K. Vaidyanathan (since 01.08.2025)	Independent	05	05
G. Mahalingam	Independent	08	08
Narayanan Subramaniam (Upto 19.06.2025)	Independent	02	02
Prof. V. Kamakoti	Independent	08	07
Meeting Dates: 02.05.2025, 11.06.2025, 31.07.2025, 02.09.2025, 03.11.2025, 23.11.2025, 15.12.2025 and 02.02.2026			

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IX. Nomination and Remuneration Committee (w.e.f.03.02.2026)

The existing two separate Committees of the Board - Nomination Committee and Compensation & Remuneration Committee, has been merged as Nomination and Remuneration Committee ['NRC'] with effect from February 3, 2026, to be in line with relevant regulatory guidelines and also the peer Banks' practice.

The Committee is constituted in accordance with SEBI Listing Regulations, 2015 and RBI guidelines. The terms of reference of the Committee are as under:

- To undertake the process of due diligence to determine the suitability of any person for appointment / continuing to hold appointment as a Director on the Board, based upon qualification, expertise, track record, integrity and other 'fit and proper' criteria as may be prescribed under the Companies Act, 2013, Banking Regulation Act, 1949, SEBI Regulations and RBI guidelines.
- To carry out the performance evaluation of every Director.
- To examine the vacancies that will come up at the Board on account of retirement or otherwise i.e., succession planning.
- To formulate / review the criteria for the performance evaluation of Independent Directors and the Board of Directors and to determine the continuance of an Independent Director(s) based on the report of evaluation of Independent Directors.
- Identifying persons who may be appointed in senior management and recommend to the Board of Directors as to their appointment and removal.
- To ensure the Board diversity in terms of the Banking Regulation Act 1949, the Reserve Bank of India guidelines, the Companies Act 2013, SEBI Listing Regulations etc., at all times.
- Any other functions as may be stipulated by SEBI, MCA, RBI, Stock Exchanges and any other Regulatory / Statutory authorities from time to time.
- The Committee shall formulate and review the Remuneration / Compensation Policy of the Bank as per the directions of RBI.
- To administer the Employee Stock Option Scheme of the Bank.
- Review of compensation to employees and executives including the Managing Director & CEO of the Bank.
- Recommendation of Variable Pay to MD & CEO / Material Risk Takers of the Bank.
- Compensation to the Non-Executive Directors subject to the limits contained under the Companies Act 2013 and the Reserve Bank of India guidelines.
- Any other functions as may be stipulated by SEBI, MCA, RBI, Stock Exchanges and any other Regulatory / Statutory authorities from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
K. Vaidyanathan (Chairperson)	Independent	01	01
Prof. V. Kamakoti	Independent	01	01
K. Subramanian	Independent	01	01
Meeting Date: 27.02.2026			

X. Committee of Board for Monitoring and Follow up of Frauds

As per the Reserve Bank of India circular no. DBS.FGV(F) No.1004/23.04.01A/2003-04 dated January 14, 2004, the Board has constituted a Special Committee exclusively to monitor and follow up cases

of fraud involving ₹1 crore and above. The terms of reference of the Committee are as under:

- Identify the lacunae, if any, in the systems that facilitated perpetration of the fraud including cyber frauds and put in place measures to plug the same.

- b. Identify the reasons for delay in detection, if any, and reporting to top management of the Bank and Reserve Bank of India.
- c. Monitor the progress of Police investigation and recovery position.
- d. Ensure that staff accountability is examined at all levels in all the cases of frauds and staff side action,
- e. Review the efficacy of the remedial action taken to prevent recurrence of frauds, such as strengthening of internal controls.
- f. Put in place additional measures as may be desired to strengthen preventive measures against frauds.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
T. K. Ramkumar (Chairperson)	Independent	07	07
Dr. N. Kamakodi	Executive	07	06
V. N. Shivashankar (Upto 02.02.2026)	Independent	06	06
Dr. T. S. Sridhar (Upto 02.02.2026)	Independent	06	06
Smt. Lalitha Rameswaran	Independent	07	07
R. Vijay Anandh	Executive	07	07
V. Ramesh (Upto 02.02.2026)	Executive	06	06
Prof. V. Kamakoti (w.e.f. 03.02.2026)	Independent	01	01
Meeting Dates: 02.05.2025, 11.06.2025, 31.07.2025, 20.09.2025, 03.11.2025, 15.12.2025 and 27.02.2026			

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XI. Information Technology Strategy Committee

The Board of the Bank, pursuant to the recommendation of the Gopalakrishna Committee has constituted Information Technology Strategy Committee with the objective to perform the functions as mentioned below. The terms of reference of the Committee are as under:

- a. Approving IT strategy and policy documents.
- b. Ensuring that the management has put an effective strategic planning process in place.
- c. Ensuring that the IT strategy is aligned with business strategy.
- d. Ensuring that the IT organizational structure serves business requirements and direction.
- e. Supervising the implementation of the processes and practices that ensures IT delivers value to the businesses.
- f. Ensuring IT investments represent a balance of risks and benefits and that budgets are acceptable.
- g. Determining the IT resources needed to achieve strategic goals and provide direction for sourcing and use of IT resources.
- h. Ensuring proper balance of IT investments for sustaining Bank's growth.
- i. Assessing the exposure towards IT risks and its controls and evaluating effectiveness of management's monitoring of IT risks.
- j. Assessing Senior Management's performance in implementing IT strategies.
- k. Any other terms of reference as may be included from time to time by the Board or in compliance with RBI Guidelines.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Prof. V. Kamakoti (Chairperson)	Independent	04	04
Dr. N. Kamakodi	Executive	04	04
R. Vijay Anandh	Executive	04	04
V. Ramesh	Executive	04	04
Narayanan Subramaniam (upto 19.06.2025)	Independent	01	01
T. K. Ramkumar	Independent	04	04
K. Subramanian (w.e.f. 03.02.2026)	Independent	01	01
Meeting Dates: 11.06.2025, 12.08.2025, 15.12.2025 and 23.03.2026			

XII. Corporate Social Responsibility Committee

In accordance with the provision of Section 135 of the Companies Act, 2013 r/w the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board has constituted a Corporate Social Responsibility Committee consisting of majority of Independent Directors.

The Committee frequently meets to develop CSR strategies in line with the statutory guidelines and makes recommendation to the Board for its consideration. The terms of reference of the Committee are as under:

- To formulate and recommend to the Board, a CSR Policy, which shall indicate the activities to be undertaken by the Bank as specified in Schedule VII of the Companies Act, 2013, as may be amended from time to time.
- To recommend the amount of expenditure to be incurred on activities specified in clause(a)
- To monitor and review the CSR Policy of the Bank from time to time.
- To institute a transparent monitoring mechanism for implementation of CSR projects or programs or activities undertaken by the Bank and
- To perform any other function or duty as stipulated by the Ministry of Corporate Affairs, Reserve Bank of India, SEBI, Stock Exchanges and Other Regulatory Authority or under any applicable laws, as may be prescribed from time to time.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Dr. N. Kamakodi (Chairperson)	Executive	04	04
V. Ramesh	Executive	04	04
Dr. T. S. Sridhar (Up to 02.02.2026)	Independent	03	03
T. K. Ramkumar	Independent	04	04
Prof. V. Kamakoti	Independent	04	04
Smt. Lalitha Rameswaran (w.e.f. 03.02.2026)	Independent	01	01
Meeting Dates: 11.06.2025, 23.11.2025, 02.02.2026 and 23.03.2026			

XIII. Premises Committee

The terms of reference of the Committee are as under:

- To consider and approve purchase of new premises / vacant land / flats for accommodation of the Branch / CO / AO / Staff quarters.
- To consider and approve construction of building for accommodation of the CO / AO / Branch / Staff quarters.
- To consider and approve renovation of existing premises of AO / CO / Branch / Staff quarters for an amount exceeding ₹50 lakh.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
Dr. T. S. Sridhar (Chairperson Upto 02.02.2026)	Independent	02	02
T. K. Ramkumar (Chairperson w.e.f. 03.02.2026)	Independent	03	03
Dr. N. Kamakodi	Executive	03	03
Narayanan Subramaniam (Upto 19.06.2025)	Independent	01	01
V. N. Shivashankar (Upto 02.02.2026)	Independent	02	02
K. Vaidyanathan (w.e.f. 03.02.2026)	Independent	01	01
G. Mahalingam (w.e.f. 03.02.2026)	Independent	01	01
Meeting Dates: 02.05.2025, 06.10.2025 and 27.02.2026			

XIV. Committee for Assignment of NPAs to ARCs

The terms of reference of the Committee are as under:

- To review the Policy on sale of NPAs to ARCs in line with the relevant RBI guidelines from time to time.
- To review the NPA accounts identified by the Bank for sale to ARCs
- To review the various quotes such as quotes on cash basis, cash cum SR basis received from ARCs.
- Review non-binding offers submitted by ARCs.
- To authorize the executives of the Bank for completion of the assignment procedures as required.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
V. N. Shivashankar (Chairperson Upto 02.02.2026)	Independent	NIL	
K Vaidyanathan (Chairperson w.e.f. 03.02.2026)	Independent		
G. Mahalingam	Independent		
Dr. N. Kamakodi	Executive		
R. Vijay Anandh (Upto 02.02.2026)	Executive		
V. Ramesh	Executive		
T. K. Ramkumar (Upto 02.02.2026)	Independent		
K. Subramanian (w.e.f. 03.02.2026)	Independent		
The members did not meet during the year.			

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XV. Search Committee (w.e.f. 03.11.2025)

The Board constituted Search Committee after dissolution of erstwhile Search & Selection Committee for the purpose of proposed identification / selection process for the post of MD & CEO. The terms of reference of the Committee are as under:

- a. Preliminary screening of the profiles received for the post of Managing Director & CEO.
- b. Recommendation of the outcome of screening to the Board / Nomination Committee or any other appropriate Committee for further processing.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
G. Mahalingam	Independent	01	01
T. K. Ramkumar	Independent	01	01
Prof. V. Kamakoti	Independent	01	01
Meeting Date: 18.11.2025			

XVI. Selection Committee (w.e.f. 23.11.2025)

The Board constituted a committee called "Selection Committee" with effect from November 23, 2025 for the purpose of an unbiased selection / interview process for the post of MD & CEO. The terms of reference of the Committee are as under:

1. To interview candidates for the post of Managing Director & CEO.
2. Take the assistance of outside Industry experts to evaluate the candidates.
3. Take the assistance of MD & CEO wherever required.
4. Rank the candidates (taking into account the feedback of external experts) on the candidates' performance in the Interview and recommend suitable candidates to the Nomination Committee in order to ascertain their fit & proper and other necessary matters.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
G. Mahalingam	Independent	01	01
T. K. Ramkumar	Independent	01	01
Prof. V. Kamakoti	Independent	01	01
Dr. T. S. Sridhar	Independent	01	01
K. Vaidyanathan	Independent	01	01
V. N. Shivashankar	Independent	01	01
Smt. Lalitha Rameswaran	Independent	01	01
Meeting Date: 09.12.2025			

XVII. Committee for Selection of Insurance Partner

The terms of reference of the Committee are as under:

- a. The Committee will conduct the selection process based on the Expression of Interest (EOI) / Presentations received from the Insurance Companies.
- b. The Committee formed can conduct the selection process in the manner suitable to them, in person or virtually, on a date convenient to all the members.
- c. The Insurance Companies will be giving their presentations to the Committee on the specified date personally or virtually.
- d. The Committee will evaluate the companies based on the presentation made / received and the Committee will assign marks on a pre-defined evaluation sheet for each parameter.
- e. After evaluating their presentations under various parameters, the Committee will shortlist the Insurance Companies and submit their recommendations to the MD & CEO for his final approval.
- f. The Committee can nominate an Executive to co-ordinate to arrange for meeting with Insurance Companies for this selection process.

Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
G. Mahalingam	Independent	01	01
Dr. T. S. Sridhar (Upto 02.02.2026)	Independent	01	01
V. N. Shivashankar (Upto 02.02.2026)	Independent	01	01
K. Subramanian (w.e.f. 03.02.2026)	Independent	-	-
Smt. Lalitha Rameswaran (w.e.f. 03.02.2026)	Independent	-	-
Meeting Date: 06.10.2025			

XVIII. Treatment of Wilful Defaulters and Large Defaulters Committee

This Committee was constituted by the Board of Directors of the Bank in the March 2025 as per RBI Master direction on "Treatment of Wilful Defaulters and Large Defaulters".

The terms of reference of the Committee are as under:

1. Reviewing the proposals made by the identification Committee.
2. Conducting personal hearing with the defaulters.
3. Classifying as wilful defaulter by passing necessary orders.
4. Communicating the orders to the wilful defaulter.
5. Direct for initiating Criminal Proceedings.
6. Recommend for Investigation in Fraud Angle for applicable cases.
7. All other incidental matters thereto.

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Composition and Meeting details :

Name of the Member Sarvashri	Category	No. of Meetings held during the tenure	Attendance
N. Kamakodi (Chairperson)	Executive	Nil	
G. Mahalingam	Independent		
T. K. Ramkumar	Independent		
V. N. Shivashankar (Upto 02.02.2026)	Independent		
K. Subramanian (w.e.f. 03.02.2026)	Independent		
The Members did not meet during the year			

Meeting of Independent Directors

As per the extant provisions of the Companies Act 2013 read with SEBI (Listing Obligations and Disclosure Requirements) as amended, during the reporting period, the Independent Directors of the Bank met on October 6, 2025 and March 23, 2026, to discuss and review the following:

- Performance of Non-Independent Directors and the Board as a whole;
- Performance of the Chairman of the Bank taking into account the views of Executive and Non-Executive Directors, and;

- Assess the quality, quantity and timeliness of flow of information between the Bank management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the meeting.

In respect of all the Board Level Committee meetings aforesaid and to the Meeting of Independent Directors, the Company Secretary of the Bank acted as the Secretary to the Committee.

4. GENERAL BODY MEETINGS

The particulars of Annual General Meetings held during the last three years and the Special Resolutions passed there at are as under:

Sl.No.	Date	Time	Venue	Special Resolutions considered there at
1.	13.08.2025	10:00 a.m.	As per MCA notification dt. September 22, 2025 read with other connected circulars along with relevant SEBI circulars, meeting was conducted through Video Conferencing from "RAYA MAHAL", 45-46, Gandhi Adigal Salai, Kumbakonam - 612 001	Resolution No. 7 To authorize the Board to offer, Issue and allot shares by way of Qualified Institutional Placement (QIP) route.
2.	22.08.2024	10:00 a.m.	As per MCA notifications dt. December 28, 2022 read with other connected circulars alongwith relevant SEBI circulars, meeting was conducted through Video Conferencing from CUB, Administrative Office, Kumbakonam - 612001, Tamil Nadu.	Resolution No. 8 To authorize the Board to offer, Issue and allot shares by way of Qualified Institutional Placement (QIP) route.
3.	23.08.2023	10:00 a.m.	As per MCA notifications dt. December 28, 2022 read with other connected circulars alongwith relevant SEBI circulars, meeting was conducted through Video Conferencing from CUB, Administrative Office, Kumbakonam - 612001, Tamil Nadu.	Resolution No. 5 Re-appointment of Shri. V. N. Shivashankar (DIN 00929256) as an Independent Director on the Board for a second term. Resolution No. 6 Re-appointment of Shri. T. S. Sridhar (DIN 01681108) as an Independent Director on the Board for a second term. Resolution No. 7 Amendment of Articles of Association of the Bank Resolution No. 8 Issue of shares under Qualified Institutions Placement (QIP) route.

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Postal Ballot

Whether any Special Resolution passed last year through Postal Ballot & Voting pattern details : Yes

Person who conducted Postal Ballot exercise - M/s. KUVS & Associates, Practising Company Secretaries, Tiruchirappalli.

Resolution for appointment of Shri. K. Subramanian (DIN 11519754) [Resolution no.1] as an Independent Director

of the Bank by way of passing Special Resolution and the same was passed with requisite majority by the Shareholders of the Bank. The Shareholders of the Bank at its meeting held on August 13, 2025 had appointed M/s. KUVS & Associates, Practising Company Secretaries, Tiruchirappalli, as Scrutinizer to conduct the Postal Ballot exercise in a fair & transparent manner.

Based on the report furnished by the Scrutinizer, the outcome of the Postal Ballot exercise is given below :

Resolution No.	Votes Polled	Voted for		Voted Against	
		Voted Cast	Vote %	Voted Cast	Vote %
1	349991629	348909941	99.69	1081688	0.31

Whether any Special Resolution is proposed to be conducted through Postal Ballot - Yes

Person who conducted Postal Ballot exercise - M/s. KUVS & Associates, Practising Company Secretaries, Tiruchirappalli.

Resolution for appointment of Shri R. Mohan (DIN 06902614) as an Independent Director on the Board of the Bank w.e.f. April 27, 2026 to May 15, 2030.

Based on the report furnished by the Scrutinizer, the outcome of the Postal Ballot exercise is given below :

Resolution No.	Votes Polled	Voted for		Voted Against	
		Voted Cast	Vote %	Voted Cast	Vote %
1	372990463	345994273	92.76	26996190	7.24

In terms of Regulation 44 of the SEBI Listing Regulations, 2015, remote e-voting facility is being provided to all members to exercise their votes in respect of all Shareholders' resolutions intended to be moved at the ensuing e-AGM of the Bank. The detailed procedure for such voting is prescribed under Notice calling this e-AGM forming part of this Annual Report.

5. SENIOR MANAGEMENT

In terms of Para 5B of Schedule V of the SEBI Listing Regulations, 2015, the particulars of Senior Management including the changes therein since the close of the previous financial year is detailed below:

Particulars	Nos.
Senior Management Personnel as on 01.04.2025*	17
Additions during the year	4
Separations during the year	5
Senior Management Personnel as on 31.03.2026	16

*Excluding Whole-Time Directors

6. OTHER DISCLOSURES

A. MATERIAL SIGNIFICANT RELATED PARTY TRANSACTIONS

The Board of Directors of the Bank has formulated a policy on Related Party Transactions pursuant to the provisions of the Companies Act, 2013 and SEBI Listing Regulations, 2015. There were no significant "Related Party Transactions" of any material, financial & commercial nature with the Bank by the Directors and their relatives that would have potential conflict with the interest of the Bank at large. A detailed policy on the Related Party Transaction is available at the Bank's website.

https://www.cityunionbank.bank.in/filemanager/Jun26/RPT_Policy_2026.pdf

B. STRICTURES AND PENALTIES

The Bank has complied with all the requirements regarding capital market related matters and has not been imposed with any penalty or stricture by SEBI / any other regulatory authorities on any such matter during last three years except that during FY 2023, a fine of ₹ 41,300 /- was imposed by each of the Stock Exchanges viz. BSE Limited and NSE Limited for delayed filing of disclosures under Reg. 23(9) of SEBI Listing Regulations, 2015.

C. WHISTLE BLOWER / VIGIL MECHANISM

The Bank promotes ethical practices in all its business activities and has put in place a defined Whistle Blower / Vigil Mechanism as per the requirements of RBI, the Companies Act, 2013 and the SEBI Listing Regulations, 2015 for Directors and employees to report genuine concerns about unethical behaviour, actual or suspected fraud or violation of Bank's Code of Conduct or Ethics Policy.

In this regard, the Bank affirms that no employee has been denied access to the Managing Director/ Chairperson of the Audit Committee of the Board under the mechanism. There exists an online forum for all employees in the intranet server of the Bank to report genuine concerns under the mechanism.

During the reporting period, one case was pending at the beginning of the year. 13 cases were received during the year and all 14 cases were disposed off. The policy is available under the following Web link:

https://www.cityunionbank.com/filemanager/Jun25/WHISTLE_BLOWER_POLICY_2025.pdf

D. SUBSIDIARIES

The Bank does not have any Subsidiary and hence relevant disclosures regarding material subsidiaries prescribed under SEBI Listing Regulations, 2015 do not arise.

E. IMPLEMENTATION OF NON-MANDATORY REQUIREMENTS

- The Chairman's Office of the Bank is held by Part-time Independent Chairman. The terms of his remuneration are approved by the Reserve Bank of India.
- Unmodified Audit Opinion / Reporting : The Auditors have expressed an unmodified opinion on the Financial Statements of the Bank for FY 2026 and the same has been reported to concerned Stock Exchanges within due timelines.
- The post of Chairman and the post of Managing Director & CEO are separate. Chairman is a Non-Executive Independent Director and not related to Managing Director & CEO or any of the Directors.

F. COMPLIANCE WITH MANDATORY REQUIREMENTS

The Bank has complied with the Corporate Governance requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 of SEBI Listing Regulations, 2015.

G. COMMODITY PRICE RISK OR FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES

For managing foreign exchange risk, the Bank has Integrated Treasury Policy duly approved by the Board where, Intraday Limit, Overnight Limit, Per Deal Limit, Stop Loss and Book Profit Limits have been stipulated. The Bank offers only forward contract for hedging and is not running books for any other derivative products. The Bank has no exposure in commodity and hence there is no commodity price risk.

H. UTILISATION OF FUNDS RAISED THROUGH QIP / PREFERENTIAL ALLOTMENT

During FY 2026 the Bank has not raised any funds either through Preferential Allotment or Qualified Institutional Placement (QIP).

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I. CERTIFICATE UNDER REGULATION 34(3) OF SEBI LISTING REGULATIONS, 2015

The Bank has obtained a certificate pursuant to Regulation 34(3) read with Schedule V of SEBI Listing Regulations, 2015 from M/s. KUVS & Associates, Practising Company Secretaries, Tiruchirappalli confirming that none of the Directors on the Board of the Bank have been debarred or discontinued from being appointed or continuing as Directors of the Bank either by Securities and Exchange Board of India or the Ministry of Corporate Affairs or any other Statutory Authorities. The said certificate is set out at the end of this Report.

J. REMUNERATION TO STATUTORY CENTRAL AUDITORS

The Joint Statutory Central Auditors were paid a remuneration of ₹1,06,00,000/- towards Audit services for FY 2026 (including Certification fee) besides a remuneration of ₹9,78,000/- towards Branch Statutory Audit and ₹14,32,365/- as reimbursement of out of pocket expenses.

K. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Bank has a policy on Prevention of Sexual Harassment at workplace, which provides protection for women employees working in the organisation. An Internal Complaint Committee has been set up to redress the complaints received under sexual harassment.

No. of Complaints pending at the beginning of financial year	:	Nil
No. of Complaints received during the financial year	:	1
No. of Complaints disposed during the financial year	:	1
No. of Complaints pending at the end of financial year	:	Nil

7. CERTIFICATION BY MD & CEO and CFO

Pursuant to provisions of Regulation 17(8) read with Schedule II Part B of SEBI Listing Regulations, 2015, the Managing Director & CEO and Chief Financial Officer of the Bank have given the quarterly / annual certificate on Financial Reporting and Internal Controls, which is set out at the end of this Report. The

quarterly / annual certificate(s) for all the quarters / year on financial results were also placed before the ACB / Board in terms of Regulation 33(2) of SEBI Listing Regulations, 2015.

8. ADHERENCE TO CODE OF CORPORATE GOVERNANCE

The Bank has in place a comprehensive Code of Conduct applicable to all members of the Board and Senior Management of the Bank ("the Code") depending on their roles and responsibilities. The code gives guidance and support needed for ethical conduct of business and compliance of law. The copy of the code is available in the Bank's website and the compliance of the same is affirmed by all Directors and Senior Management heads annually. A declaration to this effect signed by the Bank's MD & CEO of the Bank is set out at the end of this Report. The Weblink of the code is given below :

https://www.cityunionbank.bank.in/filemanager/Jun26/Code_of_conduct_DIR_SMP_2026.pdf

Further, the Bank has complied with all the applicable requirements as prescribed under the SEBI Listing Regulations, 2015. A certificate to this effect obtained from M/s. KUVS & Associates, Practising Company Secretaries, Tiruchirappalli is furnished at the end of this Report.

9. MEANS OF COMMUNICATION

A. QUARTERLY RESULTS

The quarterly results of the Bank are duly approved by the Board within the stipulated timelines of 45 days from the end of respective quarters and the Audited Annual Financial Results for the quarter and year ending on March 31 within 60 days from the end of the financial year. The same is disseminated to the Stock Exchanges within the prescribed timelines through NEAPS (National Electronic Application Processing System) to National Stock Exchange of India Ltd., and through BSE Corporate Compliance & Listing Centre to BSE Ltd. The results are also displayed on the Bank's website (www.cityunionbank.bank.in).

B. NEWSPAPERS WHEREIN RESULTS ARE NORMALLY PUBLISHED

In compliance with Regulation 47 of the SEBI Listing Regulations, the financial results are mandated to be published in at least one English Language National Daily Newspaper circulating in whole of India and also in one Daily Newspaper published in the language of the Region where Registered Office is situated.

Accordingly, the Bank normally furnishes the same in:

Tamil Newspapers : Dinamalar / Dinakaran

National English Newspapers : Business Line / Financial Express / Business Standard / Economic Times

C. NEWS RELEASES AND PRESENTATIONS TO INSTITUTIONAL INVESTORS / ANALYST

Official news releases and presentations are submitted to Stock Exchanges. The detailed presentations are made to Institutional Investors and Financial Analysts on the Bank's Unaudited Quarterly and Audited Financial Results. The presentations and conference call transcripts are also uploaded on the Bank's website.

D. WEBSITE

The Bank's website contains a separate section "Investors" wherein all shareholder information and disclosures along with Annual Report for previous financial years are available.

10. GREEN INITIATIVE

The Bank has promoted and administered the "Green Initiative" proposed by the Ministry of Corporate Affairs and is effecting the electronic delivery of Notice of Annual General Meeting and Annual Report to the Shareholders whose e-mail IDs are registered with the respective Depository Participant. The Companies Act, 2013 and SEBI Listing Regulations, 2015, provide for circulation of Financial Statements electronically to Shareholders. As per Regulation 36 of SEBI Listing Regulations, 2015, the Bank sends soft copies of Annual Report to all Shareholders who have registered their e-mail addresses either with the Bank or Depository.

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11. GENERAL SHAREHOLDER INFORMATION

Date, Time and Venue of AGM	August 14, 2026 10:00 a.m. The meeting will be held through Video Conferencing (VC) / Other Audio Visual Means (OAVM) as per relevant MCA notification dt. September 22, 2025 together with relevant circulars issued earlier. Further details are set out in the Notice calling this AGM.
Financial Year	April 1, 2025 to March 31, 2026
Dividend Payment Date (FY 2026)	On or after August 14, 2026
Registrar and Transfer Agent	Integrated Registry Management Services Private Limited, (Unit : CUB) 2nd Floor, "Kences Towers" No.1 Ramakrishna Street, North Usman Road, T. Nagar, Chennai - 600 017, Tamil Nadu, India. Ph : 044 - 28140801 - 803 e-mail ID : einward@integratedindia.in
Bank's Address for Correspondence	CITY UNION BANK LIMITED Secretarial Department, Administrative Office, 'NARAYANA', 24B, Gandhi Nagar, Kumbakonam - 612 001, Tamil Nadu, India. Ph: 0435 - 2402322 e-mail: shares@cityunionbank.in Website: www.cityunionbank.bank.in
Company Secretary & Compliance Officer	Shri. Venkataramanan S
Joint Statutory Central Auditors	M/s. P. B. Vijayaraghavan & Co., Chartered Accountants, Chennai and M/s. M. Srinivasan & Associates., Chartered Accountants, Chennai
Listing on Stock Exchange and ISIN	The shares of the Bank are listed at : 1. BSE Ltd., Scrip Code - 532210 Address : Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. 2. National Stock Exchange of India Ltd., Scrip Code - CUB Address : Exchange Plaza, Plot C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051. The Annual Listing Fees payable to the Stock Exchanges for the Financial Year 2025-26 have been paid. ISIN : INE491A01021

Commodity Price Risk or Foreign Exchange Risk and Hedging Activities	The details are given under "Other Disclosures" Sl. No.6 of this Report.
Plant Operations	The Company being a Banking entity, disclosure on plant operations is not applicable.
Credit Rating	a. (ICRA) A1 + (ICRA A one plus) rating from ICRA to the Certificate of Deposit Programme of the Bank. Further, issuer rating has been provided by ICRA as (ICRA) AA (Stable) b. CRISIL A1+" (CRISIL A One Plus) rating from CRISIL to the Certificate of Deposit Programme of the Bank c. Issuer rating from CARE as CARE AA - ; (Positive)

- i. During the year the Bank has not issued any Global Depository Receipts (GDRs) or American Depository Receipts (ADRs) or warrants or any convertible instruments.

12. DISTRIBUTION OF SHAREHOLDING

(a) Share Distribution Schedule as on March 31, 2026

Sl. No.	Category (No. of shares)	No. of Holders	% of Holders	No. of Shares	% to Share Capital
1.	1 - 500	1,77,532	83.42	1,52,76,327	2.06
2.	501 - 1000	13,864	6.51	1,02,81,140	1.38
3.	1001 - 2000	10,204	4.79	1,47,50,497	1.99
4.	2001 - 3000	2,845	1.34	70,02,561	0.94
5.	3001 - 4000	1,780	0.84	62,40,165	0.84
6.	4001 - 5000	1,135	0.53	52,05,252	0.70
7.	5001 - 10000	2,371	1.11	1,69,27,294	2.28
8.	10001 & above	3,086	1.45	66,73,64,026	89.81
	TOTAL	2,12,817	100.00	74,30,47,262	100.00

(b) Shareholding Pattern as on March 31, 2026

Sl. No.	Category	No. of Shares	% of Shares
1	Mutual Fund	23,64,08,308	31.82
2	Foreign Portfolio Investors	17,36,64,055	23.37
3	Insurance Company	5,45,35,421	7.34
4	Trust	2,57,746	0.03
5	Alternative Investment Fund	82,43,572	1.11
6	Non Resident Indian Non Repatriable	49,78,823	0.67
7	Non Resident Indian Repatriable	29,44,768	0.40
8	Clearing Member	3,01,204	0.04
9	Indian Financial Institution	33,66,777	0.45
10	Bank	1,06,355	0.01
11	Bodies Corporate	1,44,19,779	1.94
12	Directors	36,36,859	0.49
13	Relatives of Directors	1,80,12,042	2.42
14	Resident Indian, Employees & HUF	21,73,54,464	29.25
15	NBFC	20,248	0.00
16	IEPF	37,09,799	0.50
17	Limited Liability Partnership	10,83,714	0.15
18	CUB Escrow Suspense Account	280	0.00
19	CUB Unclaimed Suspense Account	3,048	0.00
	Total	74,30,47,262	100.00

13. SHARE TRANSFER SYSTEM AND RELATED MATTERS

Shares Transfers

M/s. Integrated Registry Management Services Private Limited, Chennai, the Registrar and Share Transfer Agents (RTA) of the Bank manages the share transfer process. As per relevant SEBI circular all share transfers shall only take place in demat mode with effect from April 1, 2019. Now, the shares of the Bank are traded only in demat mode. Further, to enhance ease of dealing in securities markets by investors, SEBI vide its circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has directed all listed entities to issue securities in demat mode only while processing the service requests viz. issue of Letter of Confirmation for Duplicate Securities Certificate in

lieu of Original, Transmission, Name Change, Status Change, Transposition, Splitting and Consolidation of Securities Certificate, Claim from Unclaimed Suspense Account, Exchange for Mutilated Securities Certificate etc.

Also, as required under Regulation 76 of the SEBI (Depositories and Participants) Regulations, 2018, a Reconciliation of Share Capital Audit is conducted on a quarterly basis by a Practising Company Secretary and certificate issued in this regard are submitted to the Stock Exchanges.

As regards Shareholders Grievance matters viz. Transmission of Shares, Issuance of Duplicate Share Certificate, Split Share Certificate, Name Change etc.,

the RTA periodically submits a Memorandum to the Bank containing the grievances received, redressed and pending / rejection report, which is approved by Executive Level Committee formed for the purpose. Such Executive Level Committee Reports the transfer of securities to the Board of Directors in their monthly

meetings. A quarterly report on summary of all Investor Grievances and information as received from the Bank's RTA are placed before the Stakeholders Relationship Committee for information and noting, which includes complaints received through SEBI Complaints Redress System "SCORES", if any.

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14. DETAILS OF SHARES KEPT UNDER UNCLAIMED SHARE SUSPENSE ACCOUNT

A. UNCLAIMED SUSPENSE ACCOUNT

DISCLOSURE UNDER SCHEDULE V(F) OF SEBI LISTING REGULATIONS, 2015			
Sl.No.	Particulars	No. of Shareholders	No. of Shares
1.	Aggregate number of Shareholders and the outstanding Shares in the Unclaimed Suspense A/c as on April 1, 2025.	5	3,048
2.	No. of Shareholders who approached the issuer for transfer of Shares from the Unclaimed Suspense A/c during FY 2025-26.	0	0
3.	No. of Shareholders to whom Shares were transferred from the Unclaimed Suspense A/c during FY 2025-26.	0	0
4.	Aggregate No. of Shareholders and the outstanding Shares lying in the Unclaimed Suspense A/c at March 31, 2026.	5	3,048

Note: Earlier, the Bank had maintained Unclaimed Suspense Account with Karvy Stock Broking Limited (KSBL). During the year 2021, the National Stock Exchange of India Ltd., suspended the license of KSBL for non-compliance of regulatory provisions and subsequently all the accounts were transferred to IIFL Securities Limited by court order. The Bank has submitted the documents / statements to IIFL to transfer the shares to the respective Shareholders and the same is pending with IIFL for further process.

B. CUB ESCROW SUSPENSE ACCOUNT:

During the reporting year, 280 shares [representing 1 Shareholder] were transferred to the CUB Escrow Suspense Account of the Bank as the Letter of Confirmation was not submitted by the concerned Shareholder to his Depository Participant within stipulated time. The RTA / Bank has taken due efforts in reminding the Shareholder on various occasions, before the said transfer to such account.

The voting rights on the Shares lying in above accounts shall remain frozen until the rightful owner of such Shares claims the Shares from the RTA / Bank.

date of transfer to the Unpaid Dividend Account of the Company, is liable to be transferred to the Investors Education and Protection Fund ("IEPF").

Further, underlying Shares in respect of which Dividend has remained unclaimed for seven consecutive years or more from the date of transfer to Unpaid Dividend Account shall also be transferred to IEPF Authority. The said requirement does not apply to Shares in respect of which there is specific order of Court, Tribunal or Statutory Authority, restraining any transfer of Shares.

In the interest of Shareholders, the Bank sends periodical reminders to the Shareholders to claim their dividends in order to avoid transfer of Dividends / Shares to IEPF Authority. Notices in this regard are also published in the newspapers and the details of Unclaimed Dividend & Shareholders whose Shares are liable to be transferred to the IEPF Authority, are uploaded on the Bank's website. Weblink:

<https://www.cityunionbank.bank.in/investor-relations>

15. TRANSFER OF UNCLAIMED / UNPAID AMOUNTS TO THE INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Pursuant to Sections 124 and 125 of the Companies Act, 2013 read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") dividend, if not claimed for a consecutive period of 7 years from the

The details of Unclaimed / Unpaid Dividends and Shares transferred to IEPF during FY 2026 are as follows :

Financial Year	Amount of Unclaimed Dividend transferred	Number of Shares transferred
2017-18	₹20,57,710/-	7,37,150
2018 (Fractional Bonus)	₹4,35,365/-	-

The members who have claim on the above Dividends and Shares may claim the same from IEPF Authority by submitting an online application in the prescribed Form IEPF - 5 available on the website: www.iepf.gov.in and send a physical copy of the same, duly signed to the Bank

along with requisite documents enumerated in such form. No claims shall lie against the Bank in respect of Dividends / Shares so transferred. The members / claimants can file only one consolidated claim in a financial year per entity pursuant to IEPF Rules as amended from time to time.

Set-out below are details of outstanding dividends and the dates by which it can be claimed by the Shareholders from the Bank / RTA :

Financial Year	Outstanding Dividend as on March 31, 2026 (in ₹)	Date of declaration	Last Date for claiming Unclaimed Dividend
2024-25	1,17,54,072.00	13.08.2025	18.09.2032
2023-24	88,47,648.00	22.08.2024	27.09.2031
2022-23	36,24,005.00	23.08.2023	25.09.2030
2021-22	40,05,025.00	18.08.2022	22.09.2029
2020-21 (F)	10,54,077.60	19.08.2021	23.09.2028
2020-21 (I)	16,15,244.60	28.05.2021	03.07.2028
2019-20 (I)	37,33,998.50	19.03.2020	24.04.2027
2018-19	22,97,929.00	29.08.2019	04.10.2026

16. DEMATERIALISATION OF SHARES

The paid up capital of the Bank as on March 31, 2026 is 74,30,47,262 which is duly listed in the Stock Exchanges NSE and BSE. Out of this 73,72,21,522 shares (99.22%) are held in de-mat mode and 58,25,740 shares (0.78%) in physical form.

Norms for furnishing of PAN, KYC, Bank details and Nomination:

SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023 has instructed that the Shareholders should mandatorily furnish PAN, Nomination, Contact details, Bank A/c details and Specimen signature for their corresponding Folio Numbers.

Further SEBI vide Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/81 dated June 10, 2024 has instructed that any payment of Dividend in respect of physical folios, will be effected through electronic mode only, w.e.f. April 1, 2024 and accordingly Bank had communicated to respective Shareholders by letters / e-mail.

Pursuant to above said SEBI Circulars, the Shareholders are requested to furnish valid PAN, e-mail address, Mobile Number, Bank account details and Nomination details to the RTA in the prescribed forms given below [formats available in website of the Bank] and submit the same to our RTA.

Sl.No.	Form	Purpose
1	Form ISR - 1	To register / update PAN, KYC details
2	Form ISR - 2	To confirm signature of Securities Holder by the Bank
3	Form SH -13	Nomination Form
4	Form SH -14	Cancellation or Variation of Nomination (if any)

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17. DISCLOSURE OF AGREEMENTS BINDING THE BANK

During the reporting year, the Bank has not entered into any agreement with any of the parties mentioned in Clause 5A of Paragraph A of Part A of Schedule III of SEBI Listing Regulations, 2015 which has the effect of impacting the Management or control of the Bank.

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DECLARATION UNDER REGULATION 34(3) READ WITH SCHEDULE V OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

I confirm that all the Directors and the Senior Management Personnel have affirmed compliance with the Code of Conduct of the Bank as applicable to them for the year ended March 31, 2026.

Date: April 27, 2026
Place: Kumbakonam

Sd/-
Dr. N. Kamakodi
DIN 02039618
Managing Director & CEO

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CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015]

1. We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of M/s. City Union Bank Limited having CIN: L65110TN1904PLC001287 and having registered office at 149, T.S.R. (Big) Street, Kumbakonam - 612001 (hereinafter referred to as 'the listed entity'), produced to us by 'the listed entity' for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. In our opinion and to the best of our information and according to the verifications of documents including Directors' Identification Number (DIN) status at the portal www.mca.gov.in as considered necessary and explanations furnished to us by 'the listed entity' & its officers, we hereby certify that none of the Directors on the Board of 'the listed entity' as stated below have been debarred or disqualified from being appointed or continuing as Directors of 'the listed entity', by the Securities and Exchange Board of India and /or the Registrar of Companies or such other Authorities under the Ministry of Corporate Affairs, New Delhi as on 31st March, 2026

Sl. No.	Name of the Director as per DIN	DIN	Date of appointment in 'the listed entity'	Designation and remarks if any
1.	SRI. GURUMOORTHY MAHALINGAM	09660723	06-07-2022	Independent Director (Appointed as Part-time Chairman w.e.f. 04-05-2024)
2.	SRI. NARAYANAN KAMAKODI	02039618	01-05-2011	Managing Director (Retired w.e.f. the close of the business hours on 30-04-2026)
3.	SRI. VIJAY ANANDH RAMAMOORTHY	09656376	24-06-2024	Whole-time Director (Appointed as MD & CEO w.e.f. 01-05-2026)
4.	SRI. VAIDYANATHAN KALYANASUNDARAM	07120706	03-05-2019	Independent Director
5.	SRI. TIRUKKARUGAVUR KRISHNAMOORTHY RAMKUMAR	02688194	17-06-2019	Independent Director
6.	SRI. VEEZHINATHAN KAMAKOTI	03537382	27-05-2022	Independent Director
7.	SMT. LALITHA RAMESWARAN	02326309	04-11-2022	Independent Director – Women Director

Sl. No.	Name of the Director as per DIN Sarvashri	DIN	Date of Appointment in the Company	Designation and remarks if any
8.	SRI. VENKATARAMAN RAMESH	10954322	21-02-2025	Whole-time Director
9.	SRI. KRISHNASWAMY SUBRAMANIAN	11519754	02-02-2026	Independent Director Co-opted as an Additional Director w.e.f. 02-02-2026 and approved by the shareholders on 03-04-2026

- It is the responsibility of the Board of Directors of 'the listed entity' (Bank) to ensure the eligibility for the appointments of Directors and their continuance as Directors on the Board. Our responsibility is to express only an opinion on the matter of Non-Disqualification of Directors in the Board.
- This Certificate is neither an assurance as to the future viability of the Bank nor of the efficiency or effectiveness with which the management has conducted the affairs of the Bank.

M/s. KUVS & ASSOCIATES

Company Secretaries

Sd/-

CS V. SANKAR

Partner

PRACTISING COMPANY SECRETARY

C.P. No.: 26960

M. NO. A7677

UDIN: A007677H000662980

Peer Review Cert No.: 6318/2024

ICSI Unique code: P2024TN102800

Date : June 23, 2026

Place : Tiruchirapalli

***CERTIFICATION BY
THE CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER***

We hereby certify that for the financial year ended March 31, 2026, on the basis of the review of the financial statements and the cash flow statement and to the best of our knowledge and belief,

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
2. These statements together present a true and fair view of the Bank's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of our knowledge and belief, no transactions entered into by the Bank for the financial year ended March 31, 2026 which are fraudulent, illegal or violate the Bank's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of the internal

control systems of the Bank pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee those deficiencies, of which we are aware, in the design or operation of the internal control systems and that we have taken the required steps to rectify these deficiencies.

5. We further certify that:-

- (a) there have been no significant changes in internal control over financial reporting during the year.
- (b) there have been no significant changes in accounting policies during the year and the same have been disclosed in the Notes to the Financial Statements.
- (c) there have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Bank's internal control system over financial reporting.

Date : April 27, 2026
Place : Kumbakonam

Sd/-
Dr. N. Kamakodi
Managing Director & CEO

Sd/-
J. Sadagopan
Chief Financial Officer

CERTIFICATE OF COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

[Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To the Members of

CITY UNION BANK LIMITED

We have examined relevant books and records of M/s City Union Bank Limited [CIN: L65110TN1904PLC001287] having its Registered Office at 149, T. S. R. (Big) Street, Kumbakonam - 612001 (hereinafter referred to as "the Bank") furnished to us for the purpose of certifying compliance of the disclosure requirements and corporate governance norms as specified for the listed companies under Regulations 17 to 27, Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 and Schedule V of Chapter IV of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the financial year ended 31st March, 2026 by the Bank. We have obtained all the information and explanations to the best of our knowledge and belief, which were necessary for the purpose of this certification.

The compliance of conditions of Corporate Governance is the responsibility of the management. This responsibility includes design, implementation and maintenance of

internal control and procedures to ensure compliance with the conditions of Corporate Governance as stipulated in LODR.

Our examination was limited to procedures and implementation thereof adopted by the Bank for ensuring the compliance of the conditions of the corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Bank.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Bank has complied with the conditions of corporate governance as specified for a listed Company.

We further state that such compliance is neither an assurance as to the future viability of the Bank nor the efficiency or effectiveness with which the management has conducted the affairs of the Bank.

M/s. KUVS & ASSOCIATES

Company Secretaries

Sd/-

CS V. SANKAR

Partner

PRACTISING COMPANY SECRETARY

C.P. No.: 26960

M. NO. A7677

UDIN: A007677H000662971

Peer Review Cert No.: 6318/2024

ICSI Unique code: P2024TN102800

Date : June 23, 2026

Place : Tiruchirapalli

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CITY UNION BANK

Expand your business beyond borders with

CUB'S SEAMLESS TRADE & FOREX SOLUTIONS.



From effortless inward remittances to expert capital-account guidance experience banking that keeps your business moving forward.



Hassle-free inward remittances in all major currencies



Easy documentation for import & export transactions



Competitive exchange rates and service charges.



Quick turnaround on Trade Finance solutions



Expert guidance for FDI, ODI, and ECB transactions.



Smooth remittance handling of resident & NRIs

Strengthen your **global footprint** with CUB.

Scan QR to Know more



*T&C Apply

www.cityunionbank.bank.in







MANAGEMENT DISCUSSION AND ANALYSIS REPORT

ECONOMIC SCENARIO

Global

During the first half of FY 2025-26, global economy although already plagued by prolonged conflicts in West Asia and the Russia-Ukraine region, exhibited notable resilience amid heightened trade tensions and policy uncertainty. There was a surge in stockpiling of traded goods and increased spending on Artificial Intelligence (AI), signifying a strong risk appetite amidst rising trade barriers. In February 2026, the world was plunged into the US - Iran conflict, causing severe trade and supply disruptions with the prolonged shutdown of the prominent Strait of Hormuz, which is one of the world's most vital arteries of energy related trade. As a result, the global growth went through strong headwinds with a sharp rise in energy prices and shortages of vital inputs such as crude oil, thereby escalating the geopolitical risk premium in the oil markets severely affecting maritime trade & commerce. Although global commodity prices of metal and gold have moderated, the financial markets have been experiencing extreme volatility.

The Global Banking Industry recorded the strongest financial performance in over a decade in Calendar Year ['CY'] 2025. The Net Interest Margins of major banks expanded across the advanced economies. The Return on Equity, one of the major barometers of financial health, for large banks exceeded 12% in America and 10% in Western Europe for the first time ever since the Global Financial Crisis. With the Central banks across Western Economies cutting rates, banks with stronger balance sheet and provisioning buffers built during years of higher rates, were better placed to manage losses without adversely affecting the capital base. The International Monetary Fund in its April 2026 World Economic Outlook, projected global growth at 3.1% for CY 2026 (revised downwards from the earlier forecasts), due to drag in Trade policy, geo political conflicts and lingering effects of the global monetary tightening cycle.

Indian

At the commencement of FY 2025-26, the Indian economy was supported by momentum in private consumption and capital formation. The above-normal south-west monsoon resulted in a boost to rural consumption, expansion in services sector and a revival in urban consumption ably supported by an increase in private

sector investment activity. At the close of 2025, India's Gross Domestic Product (GDP) registered a six-quarter high of 8.2% due to strong domestic demand (Festive season period) even amidst global trade & policy uncertainties. The Agriculture sector was supported by healthy Kharif crop production, higher reservoir levels & rabi crop production.

During the first half of 2026, the domestic economic activity remained largely steady, even amidst the uncertainties experienced due to the prolonged West Asia conflict. Merchandise exports recorded strong growth in April 2026, even though freight & insurance costs remain high. This year the south-west monsoon is expected to be deficient, particularly in parts of North & North-western India, potentially impacting agricultural activity & rural demand. However, the programmes and initiatives for crop diversification, water harvesting & conservation, climate-resilient practices, and focus on short duration crops are expected to mitigate the impact. Services sector remained robust and sustained the momentum of the previous year, with GST rationalization & stable employment conditions supporting urban consumption. Sustained credit flows from banking & non-banking channels, Government CapEx programs, opening of the insurance sector to 100 % FDI, ethanol blending program for energy transition etc., are expected to give a boost to investment activity in the near term. The headline CPI inflation stood at 3.5 % in April 2026, driven primarily by elevated food & fuel prices. Since May 2026, the retail crude prices have been raised cumulatively by 7.4 % for petrol and 8.4 % for diesel. The impact of higher global energy prices is also being felt in other inputs such as Commercial LPG, Industrial raw materials, chemicals, rubber & plastic products. Considering all the factors, the overall CPI inflation for FY 2026-27 is projected to be 5.1%, with Q1, at 4.2 %, Q2, at 5.1 %, Q3 at 5.9 % & Q4 at 5.4%. However with the recent normalization in oil prices, these estimates may undergo a downward revision.

Several measures undertaken by the Government, including ECLGS 5.0 (Emergency Credit Line Guarantee Scheme) are aimed at supporting the MSME & export sector, considering the fact that Udyam registrations crossed 7.3 crores as of December 2025. The Credit Guarantee Scheme coverage ceiling has been increased to 10 crores for eligible MSMEs, since the sector contributes to approximately 31% of India's GDP & 45% of merchandise exports. Sustained efforts to increase domestic gas and crude oil supplies, and the promotion of domestically produced goods over imports, have

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strengthened the domestic economy's resilience to external shocks. On the external financing front, buoyant Foreign Direct Investment (FDI) and higher net FDI in 2025-26 reflect the sustained interest of global investors in India. However, during FY 2026-27 so far, net FPI into India witnessed an outflow of USD 13.7 billion primarily from the equity segment. As on June 19, 2026 India's foreign exchange reserves stood at a healthy USD 672.58 billion.

Looking ahead, volatile energy & other commodity prices along with supply disruptions are likely to impact economic activity. Considering these factors, real GDP growth for FY 2026-27 is projected at 6.6 %, with 6.6 % in Q1, 6.3 % in Q2, 6.5 % in Q3 and 6.8 % in Q4. Even the IMF projects India's real GDP growth at 6.5% for FY 2026-27, moderating from 7.6% in FY 2025-26 amid higher energy costs and tighter global financial conditions rather than any structural internal weakness in the Indian Economy.

INDIAN BANKING SCENARIO

India's banking sector entered FY 2025-26 from a position of structural strength. The Gross NPA ratio for the banking system as a whole fell to a multi decadal low of approximately 2.1 % for half year ended September 2025, much below the peak level of 11.2 % in FY 2017-18, achieved through the implementation of RBI Asset Quality review and Insolvency & Bankruptcy Code resolution framework, years of sustained provisioning and recoveries from stressed assets.

During FY 2025-26 the Monetary Policy Committee of the Reserve Bank of India ("RBI") altered the monetary policy stance and progressively reduced the repo rate, the last such reduction being on December 05, 2025. The rate reduction lowered borrowing costs, which in turn supported credit demand in sectors such as retail loans, consumer durables and services.

The MPC has met twice since the commencement of FY 2026-27, in April & June 2026, when the world has been confronted with the West Asia conflict and war clouds looming large in other parts of the world with no immediate resolution in sight. The MPC noted that the global environment has deteriorated considerably since its last meet in April 2026 and the adverse implications of the extended disruptions in supply chains and elevated energy prices are reflected in the moderation of growth and increase in inflation projections since April. The MPC noted that there are considerable risks to its baseline assessment of inflation and growth due to the uncertainty on the duration of the war, the magnitude of spillover effects, and the pace of restoration of supply chains. The food outlook also remains uncertain on account of the sub-normal monsoon forecast and EL Nino.

Against this backdrop, the RBI, at the MPC meeting held on June 03 to June 05, 2026, voted unanimously and took the following important measures based on its detailed assessment of the current and evolving macroeconomic situation reinforcing a cautious policy stance.

- Policy Repo rate under the Liquidity Adjustment Facility (LAF) kept unchanged at 5.25 %.
- Standing Deposit Facility under the Liquidity Adjustment Facility (LAF) kept unchanged at 5.00 %.
- Bank Rate and Marginal Standing Facility Rate remained unchanged at 5.50 %.
- MPC decided to continue with a neutral stance.

The RBI, in order to attract foreign capital announced the following measures in the MPC meet:

- For Government Securities under Fully Accessible Route, the term of "specified securities" has been expanded to include new issuances of 15, 30 and 40 year tenor G-Secs.
- Tax benefits provided on FPI investment in G-Secs.
- Increase in Investment limits for NRI's & OCI's in equity instruments traded on Stock market without SEBI Registration.
- Concessional Forex Swap facility made available till September 30, 2026 for incentivizing External Commercial Borrowings (ECBs) by PSUs.
- The time line for realization of export proceeds restored to nine months.
- Swap facility made available for AD Banks with zero hedging cost for raising fresh 3-5 year FCNR (B) deposits till 30th Sep 2026.

YOUR BANK'S PERFORMANCE

During the year FY 2026, the world economy at large was gripped by the ongoing war and economic turmoil in the various parts of West Asia & Russia-Ukraine region. To further add to the existing catastrophe, there was an outbreak of US-Iran conflict in February 2026 deepening the global crisis. Amidst this our Bank adopted a cautious approach and recorded a reasonable growth rate during the year. Despite the various challenges, your Bank was able to post 24% growth in its total business with Deposits growing by 23% to ₹78,307.95 crore and Advances growing by 26% to ₹66,698.83 crore. Your bank also witnessed another significant milestone with the Net worth of the bank crossing the ₹10,000 crore mark and standing at ₹10,458.24 crore as on March 31, 2026.

Financial Performance

The performance of the Bank during the financial year ended March 31, 2026 largely remained stable with the total Income of the Bank at ₹7,908.59 crore as compared to ₹6,732.11 crore last year recording a growth of 17%. The Net Interest Income stood at ₹ 2,829.83 crore as compared to ₹2,315.71 crore during the previous year recording a growth of 22%.

The total CASA deposits stood at ₹ 21,644.10 crore as against ₹ 18,118.88 crore last year recording a growth of 19%. The proportion of CASA to total deposits was at 28% as on March 31, 2026. The cost of deposits decreased to 5.70% in FY 2026 as against 5.85% in FY 2025.

The Net Interest Margin (NIM) of the Bank expanded at 3.74% for the year ended March 31, 2026 as against 3.60% in the previous year. The yield on advances marginally decreased to 9.75% from 9.79% during the financial year. The Total Non Interest Income earned for the financial year ended March 31, 2026 stood at ₹ 1,038.83 crore as against ₹ 898.06 crore for March 31, 2025 posting a significant growth of 16%.

The Investment Portfolio of the Bank rose to ₹ 19,018.91 crore in FY 2026 as against ₹ 17,346.13 crore in FY 2025

recording a growth of 10%. During FY 2026, Operating expenses increased by 21% to ₹1,854.43 crore from ₹1,535.15 crore in FY 2025. The Other Operating expenses other than staff exchanges increased from ₹ 802.15 crore to ₹ 964.64 crore during FY 2026. The Cost to Income ratio increased marginally to 47.93% for the year ended March 31, 2026 as against 47.77% in the previous year ended March 31, 2025. The staff expenses increased from ₹ 733.00 crore last year to ₹ 889.79. crore for this FY 2026.

The Bank's Operating Profit increased to ₹ 2,014.23 crore in FY 2026 from ₹ 1,678.63 crore in FY 2025 mainly due to increase in Net Interest Income and Non Interest Income. The Operating Profit to Net Interest Income constitutes 71.18%. The total provision increased by ₹ 133 crore to ₹ 688 crore from ₹ 555 crore in the previous year. The Bank recorded a Net Profit of ₹ 1,326.23 crore as on March 31, 2026 as against ₹ 1,123.63 crore in March 31, 2025 registering a growth of 18%.

Return on Assets of the Bank for the FY 2026 stood at 1.56% as against 1.55% last year and Return on Equity was at 13.35% for FY 2026 as against 12.63% for FY 2025. The basic earnings per share stood at ₹17.88 per share as compared to ₹ 15.17 per share last year.

Operational Performance

The incremental growth in the operational performance of the Bank and certain key percentages are as follows:

Particulars	Incremental Growth over Previous year	
	FY 2026	FY 2025
Deposits (₹in crore)	14,782.00	7,869.31
Gross advances (₹ in crore)	13,632.47	6,584.89
Profit after tax (₹ in crore)	202.60	107.90
Number of Branches (₹ in Nos.)	74	75

Particulars	FY 2026	FY 2025
Cost of Deposits (%)	5.70%	5.85%
Yield on Advances (%)	9.75%	9.79%
Total Yield on Investments (%)	6.53%	6.50%

Segment-wise Performance

A. Deposits of the Bank comprise of the following :

Sl. No.	Particulars	FY 2025-26		FY 2024-25	
		Amount (₹ in crore)	Percentage to total (%)	Amount (₹ in crore)	Percentage to total (%)
1.	Demand Deposit	7,027.03	8.97	6,073.74	9.56
2.	Savings Deposit	14,617.07	18.67	12,045.14	18.96
3.	Term Deposit	56,663.85	72.36	45,407.07	71.48
	Total	78,307.95	100.00	63,525.95	100.00

B. Investments of the Bank consist of the following :

Sl. No.	Particulars	Amount (₹ in crore)	Percentage to total (%)
A.	Investments in India	19,018.30	99.99
1.	Government Securities	18,872.63	99.23
2.	Other Approved Securities	NIL	NIL
3.	Shares, Debentures / Bonds and Mutual funds	116.42	0.61
4.	Security Receipts	29.25	0.15
B.	Investments outside India	0.61	0.01
5.	Investments in Equity Shares of SWIFT (Investment outside India)	0.61	0.01
C.	Total Investments (C= A +B)	19,018.91	100.00

The total Investments stood at ₹19,018.91 crore as at March 31, 2026 against ₹17,346.13 crore as at March 31, 2025.

C. Performance of various Business Segments

The Bank operates under four Business Segments namely Treasury, Corporate / Wholesale Banking, Retail Banking, and Other Banking Operations.

The segment wise contributions are as under :

Segments	Total Revenue (₹ in crore)		Gross Profit (₹ in crore)	Percentage to total G.P. (%)
	FY 2026	FY 2025		
Treasury	1,424.25	1,239.50	790.99	39.27
Corporate Banking	1,671.29	1,402.61	263.18	13.07
Retail Banking	4,647.11	3,971.61	805.77	40.00
Other Banking Operations	165.94	118.38	154.29	7.66
Total	7,908.59	6,732.10	2,014.23	100.00

ASSET QUALITY AND LOAN COMPOSITION

A. Asset Quality

The Gross NPA as at March 31, 2026 decreased to ₹1,273.08 crore as against ₹1,638.17 crore in the previous year. The percentage of Gross NPA has decreased to 1.91% in FY 2026 from 3.09% in FY 2025. The Net NPA decreased to ₹449.42 crore (0.68%) in FY 2026 as against ₹653.07 crore (1.25%) in FY 2025. The Provision Coverage Ratio ("PCR") was 84% (with TW) as at March 31, 2026 (Previous Year - 78%) and PCR (without TW) was 65% as at March 31, 2026 (Previous Year - 60%).

The Bank has achieved 65.88% of Priority Sector Advances against the target of 40% of ANBC. Priority Sector Advances amounted to ₹36,906.97 crore as on March 31, 2026 as compared to previous year amount of ₹31,285.80 crore. The total agricultural advances stood at ₹10,843.40 crore as on March 31, 2026 against ₹8,787.16 crore as on March 31, 2025. During the year,

the Bank had achieved all its targets / sub-targets as specified by RBI on Priority Sector Lending.

B. Loan Composition

The Bank closely monitors the performance of various Industrial sectors periodically to assess the sector-wise potential risks for facilitating informed decision making on advances. As indicated earlier, the Bank improved its Gross Advances to ₹66,698.83 crore as at March 31, 2026 of which ₹15,672.09 crore were directed to major industries and ₹51,026.74 crore to other sectors. There has been a greater emphasis on Advances to MSME Sector by RBI & Government of India especially with the implementation of ECLGS 5.0 along with CGTMSE Coverage as a relief package for the Units affected by the West Asia conflict. As of March 31, 2026 our total credit to MSMEs amounts to ₹25,004.26 crore which constitute around 37.48% of Total Advances.

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A comparative position of Bank's Industrial & Sectoral Deployment portfolio is set out here under :

Industry Name	Amount (₹ in cr.)		% to Total Advances	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
A. Major Industries				
Textile	4,695.01	4,480.96	7.04%	8.44%
Metal	2,616.54	2,184.24	3.92%	4.12%
Paper & Paper Products	693.30	619.43	1.04%	1.17%
Food Processing	513.86	1,120.73	0.77%	2.11%
Chemicals	560.71	470.81	0.84%	0.89%
Rubber & Plastics	479.08	425.66	0.72%	0.80%
Engineering	638.34	955.79	0.96%	1.80%
Automobiles	291.46	158.66	0.44%	0.30%
Other Industries	5,183.79	3,369.67	7.77%	6.35%
B. All other Advances				
(Agri., Trade Service, Gold Loan etc.)	51,026.74	39,280.41	76.50%	74.02%
TOTAL (A + B)	66,698.83	53,066.36	100%	100%

Sector	Amount (₹ in cr.)		% to Total Advances	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Agriculture	10,843.40	8,787.16	16.26%	16.56%
MSME	25,004.26	21,669.55	37.49%	40.83%
Large Industries	586.03	477.18	0.88%	0.90%
Retail Traders	59.90	643.59	0.09%	1.21%
Wholesale Traders	321.31	897.60	0.48%	1.69%
Commercial Real Estate	4,940.80	3,651.30	7.41%	6.88%
JL Non Agriculture	10,741.30	6,645.30	16.10%	12.52%
Housing Loans	2,720.82	2,515.35	4.08%	4.74%
Other Personal Loan	2,372.52	1,213.69	3.56%	2.29%
Loans Collateralized by deposits	1,005.10	884.52	1.51%	1.67%
Infrastructure	310.61	337.07	0.47%	0.64%
NBFC	1,737.23	1,417.31	2.60%	2.67%
Others	6,055.55	3,926.74	9.07%	7.40%
TOTAL	66,698.83	53,066.36	100%	100%

Note: Figures of the previous period have been regrouped/reclassified wherever considered necessary.

OPPORTUNITIES IN EVOLVING BANKING ENVIRONMENT

Banks are central to the core of any financial system worldwide, and India is no exception. India's Banking Sector, reflects the country's diverse economy with the Scheduled Commercial Banks (SCBs) with SCBs occupying the prime position in the banking industry. The major banks, with their extensive network of brick and mortar branches, have been meeting the banking needs of different segments of the population. Central to the core customer segment is India's large young population of tech-savvy users, which has driven the Banking industry towards adoption of new and latest technologies. The UPI facility has been a major success in India, and several countries including the advanced economies, are looking at India to replicate successful implementation. Non-bank financial intermediaries, spanning private credit funds, fintech lenders, and insurance-linked credit vehicles, continued to gain share in wholesale and consumer lending.

Technology expenses are escalating; AI infrastructure, core banking modernization, and cybersecurity investments are no longer optional. Banks that deferred these investments during the high-margin years now face a more difficult and challenging tasks in implementing the same in a new competitive environment. Customer behavior is shifting in ways that carry lasting revenue implications. Fintechs now account for a sizeable component of banking business and its revenues are growing at a rate faster than traditional banks. AI is reshaping competitive dynamics across banking industry. Institutions that deploy it effectively can improve efficiency, risk management, and customer engagement, while those who delay in implementation risk losing ground to digitally sound banks. For MSME-focused lenders, the opportunity lies in using technology to strengthen, not replace the relationship-led model that remains their core differentiator and strength. For such banks whose competitive advantage rests on relationship depth in the MSME and self-employed segment, requiring constant customer engagement, implementation of the latest technology in banking services becomes all the more vital in servicing its diverse clientele.

FINANCIAL INCLUSION

Financial Inclusion is a concept whereby banking and financial solution and services are offered to every individual without any forms of discrimination, ensuring that even the under privileged have easy access to banking channels. The objectives of financial inclusion are to provide the following:

1. Basic Savings Bank Deposit Accounts
2. Servicing products (including investment and pension)

3. Simple credit products and overdrafts linked with no frills account
4. Remittance and money transfer facilities

Your bank has witnessed tremendous progress in the successful implementation of financial inclusion, particularly to the citizens in the rural areas. The Bank has already implemented Pradhan Mantri Jan Dhan Yojana (PMJDY) Scheme and there are 2,01,756 accounts as on March 2026. The Bank has 89,252 Basic Savings Bank Deposit accounts. To cater the needs of customers of unbanked areas, the bank has established BC Outlets in those places and to provide Basic banking services through Business Correspondents (BCs). Your bank has 131 BCs and 2 BC outlets for rendering services to the village level beneficiaries. The Business Correspondents of the bank make regular visits to the villages and provide doorstep banking services.

Your Bank has been always keen in creating awareness on Financial Inclusion and also on the promotion of Government schemes for Social Welfare, Pension, Insurance viz., Atal Pension Yojana (APY), MUDRA, PMJJBY, PMSBY etc., The Bank has 96,622 APY Accounts, 55,005 PMJJBY Accounts 1,69,114 PMSBY Accounts.

Your Bank has got e-KYC facility and Aadhaar enabled Payment System (AePS), for rendering quick services to the rural public. Besides, the bank has deployed POS machines at various locations, which are very helpful for doing merchant transactions. The bank has continuously rendered uninterrupted Banking services in the unbanked areas with the help of digital banking services. Your bank is proud of extending contribution to the social welfare schemes of the Government, for Nation building.

As done in the past, 'Financial Literacy Week' is being conducted by the Bank with an aim to further financial literacy, developing credit discipline and encourage availing credit from formal financial institutions by the customers. As per the objectives of the National Strategy for Financial Education, focus of the Bank will be on the following three topics with a view to promote digital transactions in a more secured manner:

1. Convenience of digital transactions
2. Security of digital transactions
3. Protection of customers

Your Bank has conducted campaigns at various places for observing the Financial Literacy week in an effective manner and to educate its customers properly. Financial literacy week was observed on the theme 'KYC' with the tagline 'KYC-Your First Step to Safe Banking' and sub themes namely Basics of KYC, Central KYC registry and account hygiene and discipline.

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FINANCIAL LITERACY CAMPS - FY 2025 - 26



Kottur, Mannargudi, Tiruvavur, Tamil Nadu



Nachiarkoil, Thanjavur, Tamil Nadu



Thiruppanandal, Thanjavur, Tamil Nadu

AUTOMATION & DIGITALIZATION

Banking services have now moved from traditional branch banking to the customer's palm enabling them to do banking at their convenience and comfort. The advent of digital payments, driven by advancements of information technology and the easy availability of mobile networks has facilitated cashless transactions.

As part of the Digital Initiatives, our bank has been spreading its Self Service Bank Branches (e-Lounge) and enabling our ATMs / BRMs for cardless deposit and withdrawals, self-service kiosk for passbook and cheque deposit machine. Our Bank has established a Digital Banking Unit as per digital initiatives of Government of India. Our Bank also set-up neo-bank as digital front line so as to enable our customer to open banking relationship and has made its presence in Social Media Banking through WhatsApp, Facebook, Twitter, YouTube and Instagram especially to connect with the younger generation. Bank has implemented the V-Chip (VKYC) for customer on-boarding and account opening across India. A customer friendly Contact Centre (Call Centre) with Interactive Voice Response System (IVRS), is put in place to promote customer support in Multilanguage on 24 X 7 basis. Your Bank has implemented the Robotic Process Automation (RPA) for generating periodic reports, removing manual intervention and facilitating error free reporting. Bank has expanded its Credit card initiatives by entering into Franchise Tie up with CSK Team as Exclusive Credit Card Partner & SRH Team as Banking partner, wherein co-branded Credit cards are issued to eligible customers as per eligibility criteria. As part of Digital lending, bank has implemented AI based system - from credit assessment to approval of credit facilities. The Bank has also launched pre-approved personal loans in this segment.

RISK MANAGEMENT

Systems and Processes:

The Bank is exposed to a variety of risks in the normal course of its business operations, such as Credit Risk, Market Risk, Operational Risk, Liquidity Risk and Reputation Risk. The core objective of risk management function is to maintain an appropriate balance between risk and return, while ensuring adherence to the risk policies approved by the Board of Directors. The identification, assessment, monitoring and management of risks remain integral to the Bank's overall governance framework. Business growth and revenue generation are evaluated in the context of the associated risks to ensure sustainable and prudent expansion.

The Bank has established a robust Risk Management Architecture under the active oversight and guidance of the Board of Directors. To strengthen risk governance, the Board has constituted a Risk Management Committee of Directors (RMCD), which periodically reviews the Bank's risk profile and oversees key risk areas.

Under the supervision of the RMCD, the Risk Management Committee of Executives (RMCE) ensures the effective implementation of Board-approved risk policies and strategies. The Committee provides directions on the policies, procedures, and systems required for the identification, measurement, monitoring, and control of various risks across the Bank.

The Bank's Risk Management function is headed by the Chief Risk Officer ('CRO'), who reports directly to the Managing Director & Chief Executive Officer and submits quarterly updates to the RMCD.

The Bank has a separate and independent Risk Management Department in place which oversees the management of all types of risks in an integrated fashion. The Risk Management team is responsible for assessing the Bank's overall risk exposure, defining risk appetite parameters, and formulating risk management policies and procedures. The Bank's risk management practices are aligned with industry standards and are designed to remain responsive to evolving business dynamics, regulatory requirements, and market conditions.

The Bank's risk management framework is designed to facilitate the prudent identification, assessment, monitoring, and mitigation of risks and comprises the following key elements:

- An independent risk management structure supported by a robust governance framework, with clearly defined roles, responsibilities, and accountability for risk ownership across the organization.
- Comprehensive governance standards, processes, and controls for the effective identification, measurement, monitoring, and management of risks.
- Well-defined policies and guidelines that support and govern risk-taking activities across the Bank.
- A Board-approved Risk Appetite Framework that articulates the level and types of risk the Bank is willing to assume in pursuit of its strategic objectives.
- Periodic stress testing and scenario analysis to evaluate the potential impact of adverse business, economic, and market conditions on the Bank's earnings, capital adequacy, and liquidity position.

The Risk Management Committee of Executives (RMCE) provides oversight of the Bank's enterprise-wide risk management framework and is supported by specialized management committees, including:

1. Credit Risk Management Committee (CRMC),
2. Asset Liability Committee (ALCO),
3. Operational Risk Management Committee (ORMC),
4. Model Risk Management Committee (MRMC), and
5. Management Committee on Monitoring Frauds (MCMF).

These committees are supported by cross-functional teams and business units to facilitate effective risk identification, assessment, monitoring, and mitigation across the organization.

The Bank follows a robust policy and governance architecture encompassing credit risk, market risk, liquidity risk, operational risk, information technology and cyber risk, model risk, fraud risk, climate and environmental risk, business continuity, operational resilience, and other emerging risk areas. These policies, frameworks, and standards are aligned with the Bank's strategic objectives, risk appetite, and regulatory expectations, and collectively support an integrated approach to Enterprise Risk Management (ERM).

The Bank has also embedded forward-looking risk management practices through stress testing, risk and control self-assessments, new product risk assessments, collateral and credit risk mitigation frameworks, vendor risk management, and climate risk management practices. These mechanisms enable the Bank to proactively evaluate potential vulnerabilities, strengthen risk controls, and enhance resilience under both normal and stressed operating conditions.

All risk management policies, frameworks, and standards are reviewed periodically to ensure continued relevance in light of evolving business requirements, regulatory developments, and emerging risk trends. Through its integrated risk management framework, the Bank remains well-positioned to identify and respond to changing risk dynamics while maintaining sound governance, operational resilience, and financial stability.

Operational Risk and Operational Resilience

The Bank continues to strengthen its operational risk management and operational resilience framework in

line with evolving regulatory expectations and industry best practices. In accordance with the Reserve Bank of India's guidance on Operational Risk Management and Operational Resilience issued on April 30, 2024, the Bank has established robust frameworks for managing operational risks and ensuring the continuity of critical business services during periods of disruption.

The Bank's Operational Risk Management Framework provides a structured approach for the identification, assessment, monitoring, reporting, and mitigation of operational risks across its business and support functions. Complementing this, the Operational Resilience Framework focuses on enhancing the Bank's ability to deliver critical operations and services within acceptable levels during disruptions arising from internal or external events.

As part of its operational risk governance framework, the Bank maintains a comprehensive loss data by following a system for identification, recording, classification, reporting, and quantification of operational risk events. Operational loss events are systematically captured, categorized, and analyzed to facilitate risk assessment, trend analysis, and continuous improvement of internal controls. Near-miss incidents are also monitored as part of the Bank's proactive risk management approach, enabling early identification of emerging vulnerabilities and control weaknesses.

The Bank has established and maintained the requisite historical loss data repository in line with regulatory expectations.

Through these initiatives, the Bank continues to enhance its operational resilience, strengthen risk governance, and support the effective management of operational risks in an increasingly dynamic and technology-driven operating environment.

Stress Testing, Risk Assessment and Operational Risk Monitoring

The Bank employs stress testing and scenario analysis as integral components of its risk management framework to assess the potential impact of adverse yet plausible events on its capital, earnings, liquidity, and overall risk profile. These exercises are conducted periodically across key risk categories to evaluate the Bank's resilience under stressed conditions and to identify appropriate mitigation and contingency measures. The outcomes of stress testing are incorporated into the Bank's risk management and

capital planning processes and are duly considered while assessing Pillar 2 risks under the Internal Capital Adequacy Assessment Process (ICAAP).

To further strengthen risk awareness and embed a strong risk culture across the organization, the Bank has implemented a Risk and Control Self-Assessment (RCSA) framework. The framework facilitates the identification, assessment, and monitoring of operational risks and controls at the business and process levels. Periodic assessments are undertaken across critical functions and operational areas, enabling proactive identification of control gaps and implementation of corrective actions where necessary. During the year, RCSA exercises were conducted in selected operational areas, including SARFAESI-related processes and branch operations.

The Bank also utilizes a Key Risk Indicator (KRI) framework as an important risk monitoring and early-warning mechanism. KRIs provide quantitative and qualitative insights into the Bank's operational risk profile and enable timely identification of emerging risks, control weaknesses, and adverse trends. Thresholds and trigger levels have been established for key indicators, and periodic reviews are undertaken by management to ensure that risks remain within the Bank's defined risk appetite and tolerance levels.

Contingency Funding Plan and Liquidity Risk Management

In line with the Reserve Bank of India's guidelines on Liquidity Risk Management, the Bank has established a comprehensive Contingency Funding Plan (CFP) as an integral component of its liquidity risk management framework. The CFP is designed to ensure the Bank's ability to effectively manage liquidity stress events and maintain adequate funding under adverse conditions, while continuing to meet its financial obligations in a timely manner and at a reasonable cost.

The framework encompasses a range of potential liquidity stress scenarios, including both institution-specific and market-wide disruptions. It identifies diversified contingency funding sources, assesses the availability and accessibility of such funding, and establishes clear governance, escalation, communication, and decision-making protocols to facilitate timely response during periods of liquidity stress.

The Bank periodically evaluates the effectiveness of its Contingency Funding Plan through scenario analysis and

testing exercises. The CFP is reviewed and tested on a half-yearly basis, with a comprehensive annual review undertaken to ensure continued relevance and effectiveness. In addition, contingency funding sources and funding capacities are monitored and reviewed periodically to strengthen the Bank's preparedness and resilience against potential liquidity disruptions.

Through its robust liquidity risk management framework and contingency planning processes, the Bank remains well-positioned to manage unexpected funding pressures and maintain financial stability under stressed market conditions.

Capital Adequacy and Basel III Compliance:

The Bank is well placed in complying with Basel III Capital Regulation and as of 31st March 2026, the Bank maintained a strong capital position of 16.27% significantly exceeding the RBI-prescribed Basel III minimum requirement of 11.50%, including the Capital Conservation Buffer (CCB) of 2.50%. The substantial capital buffer underscores the Bank's financial strength, resilience, and capacity to support future business growth while absorbing potential stress scenarios.

The Bank currently computes capital requirements for Credit Risk, Market Risk, and Operational Risk under the Standardized Approach, Standardized Duration Approach, and Basic Indicator Approach, respectively, in accordance with the extant regulatory framework prescribed by the Reserve Bank of India (RBI). The Risk Management Department plays a central role in the identification, measurement, monitoring, and mitigation of risks across the Bank, thereby strengthening the Enterprise Risk Management (ERM) framework and promoting a proactive risk culture.

In line with RBI's ongoing efforts to enhance the risk sensitivity and resilience of the banking system, the Bank is actively preparing for the transition to the revised capital adequacy framework under the regulatory directions issued by RBI. The Bank has undertaken the necessary gap assessments, data validation exercises, and system enhancements to ensure readiness for migration to the New Standardised Approach for Operational Risk, as envisaged under the RBI Master Direction on Minimum Capital Requirements for Operational Risk dated June 26, 2023, and subsequent regulatory communications.

Pursuant to RBI's requirements, the Bank has successfully completed and submitted the prescribed data returns

relating to operational risk as of March 31, 2025. The Bank continues to engage in impact assessment, process strengthening, and capacity-building initiatives to facilitate a seamless transition to the revised regulatory framework upon its implementation.

Internal Capital Adequacy Assessment Process:

The Bank has implemented a comprehensive Internal Capital Adequacy Assessment Process (ICAAP) in accordance with the Basel III framework and the regulatory guidelines issued by the Reserve Bank of India (RBI). The ICAAP framework is commensurate with the Bank's size, complexity, risk profile, and scope of operations, and forms an integral part of its overall risk management and capital planning processes. The ICAAP document provides a forward-looking assessment of the Bank's capital adequacy, including projected capital requirements for the next three financial years commencing from FY 2027. It outlines the strategies and action plans for maintaining adequate capital buffers to support business growth, absorb potential losses, and meet regulatory requirements under both normal and stressed conditions. The primary objective of ICAAP is to ensure that the Bank maintains sufficient capital in relation to its risk profile while fostering a robust risk management culture. The framework facilitates identification, assessment, monitoring, management, and mitigation of all material risks. It also enables the Bank to evaluate the adequacy of its capital position against current and emerging risks on an ongoing basis. As a key component of the Supervisory Review and Evaluation Process (SREP) under Pillar 2 of Basel III, the ICAAP provides the Board of Directors and the Reserve Bank of India with a comprehensive view of the Bank's risk profile, capital adequacy, and risk management practices, thereby supporting informed decision-making and long-term financial resilience.

Pillar 3 disclosures:

In compliance with the Basel III framework and the regulatory requirements prescribed by the Reserve Bank of India (RBI), the Bank publishes Pillar 3 disclosures on a quarterly basis through its website and annually as part of the Annual Report. These disclosures are made in accordance with the Bank's Board-approved Disclosure Policy and the applicable RBI guidelines. The Pillar 3 disclosures are aimed at enhancing transparency and market discipline by providing stakeholders with comprehensive information on the Bank's capital

structure, capital adequacy, risk exposures, risk assessment processes, and risk management practices.

Leverage Ratio:

The Basel III Leverage Ratio serves as a non-risk based supplementary measure to the risk-weighted capital adequacy framework and is designed to constrain the excessive build-up of leverage in the banking system. In accordance with the Reserve Bank of India's Basel III guidelines, banks are required to maintain a minimum Leverage Ratio of 3.50%.

The Bank continues to maintain a strong leverage position of 10.04%, significantly higher than the regulatory minimum requirement of 3.50%, reflecting its prudent capital management practices and robust balance sheet strength.

The Bank's strong leverage position provides an additional layer of resilience against potential stress events and complements its risk-based capital adequacy framework.

Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR):

The Liquidity Coverage Ratio (LCR) framework is designed to enhance the Bank's short-term resilience to potential liquidity stress events by ensuring the maintenance of an adequate stock of unencumbered High-Quality Liquid Assets (HQLAs). These assets can be readily converted into cash to meet liquidity requirements over a 30-calendar-day stress period under a severe but plausible liquidity stress scenario. The framework supports the Bank's ability to withstand short-term liquidity disruptions and strengthens its overall liquidity risk management practices.

Net Stable Funding Ratio (NSFR) under the Basel III Framework on Liquidity Standards is aimed at promoting the long-term resilience of banks by encouraging the use of stable and sustainable sources of funding. The NSFR measures the amount of Available Stable Funding (ASF) relative to the Required Stable Funding (RSF) and seeks to reduce funding risk over a longer-term horizon.

The Bank has automated the computation and monitoring of the Liquidity Coverage Ratio (LCR), Net Stable Funding Ratio (NSFR) and Structural liquidity during the third quarter of current financial year, thereby enhancing the accuracy, efficiency, and timeliness of liquidity risk reporting and oversight.

The Bank closely monitors its Liquidity coverage & structural liquidity position, while maintaining adequate levels of stable funding to support its business activities and balance sheet growth. Throughout the year, the Bank consistently maintained its LCR and NSFR well above the minimum regulatory requirement of 100% prescribed by the Reserve Bank of India. This reflects the banks strong and stable funding profile, prudent asset-liability management practices, and a comfortable buffer over the regulatory threshold. The sustained maintenance of robust liquidity metrics demonstrates the Bank's sound liquidity risk management framework and enhances its resilience to potential liquidity stress scenarios.

Risk Culture and Future Readiness

The Bank has continuously strengthened and refined its risk management framework to address the evolving risk landscape, emerging regulatory expectations, and changing business dynamics. Over the years, the Bank has developed a robust risk governance structure that integrates risk management into strategic planning, business decision-making, and day-to-day operations.

The Bank follows a proactive approach to risk management, wherein risks are identified, assessed, monitored, and mitigated at the point of origination through clearly defined ownership and accountability across business and functional units. Periodic reviews of Management Information Systems (MIS), risk indicators, stress-testing outcomes, and portfolio performance enable timely identification of emerging risks and facilitate informed decision-making at all levels of the organization.

The Bank remains committed to fostering a strong risk culture that promotes prudent risk-taking, accountability, transparency, and continuous improvement. Supported by an integrated Enterprise Risk Management framework, robust internal controls, and active oversight by the Board and Senior Management, the Bank is well-positioned to navigate uncertainties, enhance resilience, safeguard stakeholder interests, and pursue sustainable growth while maintaining a sound risk profile.

Inspection and Audit Framework

The Bank has a comprehensive Inspection and Audit framework to ensure adherence to laid-down systems, procedures and regulatory guidelines across all operations. A structured system of Risk-Based Supervision (RBS) is in place for branches through RBIA,

Concurrent Audit, Risk Focused Credit Audit, Jewel Loan Audit, Remote Audit and Management Audit enabling continuous monitoring and timely identification of risks.

Risk-Based Internal Audit (RBIA) is conducted at branches with a focus on prioritizing audit assignments and optimizing resource allocation based on the level of inherent and control risks. Concurrent Audit acts as an early warning mechanism for detecting irregularities and preventing fraud. The Bank has implemented a robust KYC and AML inspection mechanism to ensure compliance with regulatory requirements. Periodic cash inspections are conducted at the Currency Chest to verify the accuracy of chest transactions and surprise cash verification at the branch level to ensure correctness of cash balances.

Management Audit evaluates the adequacy and effectiveness of decision-making processes across key functional areas, including Head Office departments, Computer Systems Department, Business Development Centre, International Banking Division, and Central Processing Hubs (CPHs). Information Systems Audit (ISA) focuses on assessing IT-related risks and evaluating the adequacy of controls implemented to mitigate such risks.

The Audit Committee of the Board (ACB) oversees the effectiveness of the internal audit function, including its structure, coverage, and frequency. It provides strategic guidance and ensures continuous strengthening of the control environment. The Bank also undertakes self-assessment of internal financial controls through periodic testing and validation. Inspection and Audit functions independently evaluate the adequacy, operational effectiveness, and efficiency of the Bank's internal controls, risk management systems, governance processes, and overall compliance framework. A strong internal control framework ensures strict adherence to regulatory guidelines by all branches and departments, thereby supporting sustainable growth while mitigating operational risks.

HUMAN RESOURCE DEVELOPMENT / INDUSTRIAL RELATIONS

Human Resource Development and Industrial atmosphere play a prominent role in an organization's growth and our Bank is maintaining cordial relationship with its employees at all times. It is pertinent to note here that there has not even been a single occasion of employee's unrest in the Banking history of CUB. As a part of HR strategy, the Bank offers its employees various

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monetary and non-monetary benefits, based on their performance in the form of ESOP, Performance Linked Pay (PLP) and Ex-gratia thereby ensuring that each employee feels himself/herself as part and parcel of the Bank and strives hard to deliver to the best of his/her abilities.

In line with the Bank's expansion plans, 74 new branches were opened in various States during the year 2025-26 for which the Human Resources Department provided adequate manpower. In order to identify the Right Person for the Right Job, Psychometric tests are also included in the recruitment process of the Bank. Employees are identified and imparted trainings at various areas of banking. Job rotation is also being followed to ensure that each and every employee gains experience in all the areas of banking.

In tune with the future expansion, the bank is constantly upgrading and revisiting its manpower by developing a talent pool. The members of the talent pool are being groomed by imparting those trainings in our staff college at Chennai and Kumbakonam and also training at various center of excellence like SIBSTC, NIBM, CAFRAL, IDRBT, ASCI, FEDAI, FIMMDA, CAB RBI, NIBM, IIM, Great Lakes Chennai, IFMR, GSP, Lonavala, IIBF, IMAGE, NIBSCOM etc. As on 31st March, 2026, the Bank has 8,894 employees. The cadre wise details of them are given below of:

Cadre	Number of Employee(s)
Managing Director and CEO	1
Executive Director	2
Executives cadre	141
Management cadre	4,425
Workmen cadre	4,325
TOTAL	8,894

POSH Act implementation mechanism in the Bank

The bank has a policy on Prevention of Sexual Harassment at workplace, which provides protection for Women employees working in the organization.

An internal compliance committee has been set up to redress the complaints received under Sexual Harassment.

OUTLOOK

Considering the higher commodity & energy prices and shortage of inputs due to disruptions in the Strait of Hormuz, the Central Government has been proactive in ensuring an adequate supply of inputs across critical sectors to minimize supply chain disruptions. On the services side, there has been a sustained momentum in the economic activity, due to GST rationalization, healthy Balance Sheets of Financial Institutions & Corporates. Agricultural sector's prospects are supported by healthy reservoir levels, while Business expectations remain optimistic owing to the Government's focus on scaling up domestic manufacturing, across several strategic and frontline sectors supported by strong credit growth. Revival in private sector investment, is also expected to augur well for India's growth prospects. On the external front, merchandise exports in FY 2026-27 are likely to be adversely affected by disruptions to key shipping routes, escalation in freight & insurance costs and lower demand due to the prolonged West Asia conflict. Considering all these factors, real GDP growth for FY 2026-27 is projected at 6.6%.

India today stands on the cusp of a relatively better macro-economic performance, despite geopolitical uncertainties, and volatile commodity market conditions. Domestic economic activity has exhibited resilience, supported by strong performance in industrial and services activity, broad-based demand and robust corporate performance. Inflation and external vulnerabilities are within manageable limits. The Indian Financial system is entering this phase of global uncertainty with much stronger and healthier Balance Sheets, comfortable capital buffers, improved profitability and Non-Performing Assets (NPA's) at multi-decade lows.

INDEPENDENT AUDITOR'S REPORT

To the Members of

CITY UNION BANK LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of City Union Bank Limited ('the Bank'), which comprise the Balance Sheet as at 31 March, 2026, the Profit & Loss Account, and the Cash Flow statement for the year then ended, and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information, and incorporated in these Standalone Financial Statements are the returns of 27 branches / offices audited by us and 927 branches/offices audited by other Statutory Branch Auditors. The branches audited by us and those audited by other auditors have been selected by the Bank in accordance with guidelines issued to the Bank by the Reserve Bank of India.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Banking Regulations Act, 1949 as well as Companies Act, 2013 (the 'Act') in the manner so required for banking companies and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") as applicable to banks and other the accounting principles generally accepted in India, of the state of affairs of the Bank as at 31 March, 2026, and its Profit and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing ('SAs') specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements Section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Financial Statements of the current year ending 31 March, 2026. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

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Key Audit Matters		How our Audit procedures addressed the Key Audit Matters
A.	Income Recognition, Asset Classification and Provisioning (IRACP) on Loans & Advances (Reference to Schedule 9 read with Statement of Accounting Policies Note C.3 of Schedule 17 to the Standalone Financial Statements)	We have assessed the design, implementation and operating effectiveness of key internal controls and compliance with IRACP and other RBI guidelines, and assessed the Bank's loan policies for sanctioning of loans, documentation, review of credit, identification and provisioning of non-performing loans & advances, and planned our audit accordingly.

Key Audit Matters	How our Audit procedures addressed the Key Audit Matters
Loans and Advances constitute the largest class of Assets forming 67.90% of the total assets of the Bank as on the year ended 31 March, 2026. The income recognition, asset classification and provisioning on advances done by the bank is governed by the directives / regulations issued by the Reserve Bank of India (RBI). The loans and advances are accounted in the Core Banking Solution (CBS) and the identification of non-performing loans and advances is system driven and in accordance with IRACP norms. The management also relies on independent external valuations, legal advice, other professional inputs and makes estimates and judgments to determine the income recognition, asset classification and provisioning for losses on loans and advances.	We have performed substantive audit procedures relating to income recognition, classification of advances into performing and non performing advances, restructured advances, provisioning and security valuation. We have considered the accounts reported as Special Mention Accounts ("SMA") in RBI's Central Repository of Information on Large Credits (CRILC). Performed other procedures including but not limited to the following: - Selected samples of performing loans and assessed independently as to whether those should be classified as NPA, security valuation, Financial Statements and other qualitative information of the borrowers. - Performed inquiries with the management of the Bank to ascertain if there were indicators of stress or an occurrence of an event of default in a particular loan account or any product category which needed to be considered as NPA and the steps taken to mitigate the risks involved. - For NPAs identified, tested on a sample basis the asset classification dates, value of available security, income reversal and provisioning as per IRACP norms and recomputed the provision for NPA wherever required. - We have also relied on the work performed by the Branch Auditors, reports of Internal Audit, Systems Audit, Concurrent Audit, Other Audits, work done by lawyers, legal experts, independent valuers and other professionals, in accordance with SA 600 "Using the Work of Another Auditor" and SA 620 "Using the Work of an Auditor's Expert". - Assessed the appropriateness and adequacy of disclosures in the Standalone Financial Statements against RBI guidelines / circulars.
B. Information Technology ('IT') Systems and Controls for Financial Reporting The IT environment of the Bank involves a large number of independent and interdependent IT systems used in the business operations of the Bank for processing and recording a large volume of transactions at multiple locations. There is a high degree of reliance and dependency on the IT systems for the financial reporting process of the Bank. We have identified IT systems and controls as a key audit matter	We have reviewed the Bank's information technology, information security, cyber security, and the IT outsourcing policies. We have also reviewed the IT Governance, BCP/ DRP of the Bank, adequacy of the IT policy and effective implementation of the same. We have reviewed the design and operating effectiveness of controls across the User Access Management, Change Management as well as effectiveness testing of automated business process controls.

Key Audit Matters	How our Audit procedures addressed the Key Audit Matters
because of the high level of process automation, complexity of the IT architecture of the Bank and its relevance and impact on the financial reporting process.	We have tested the application controls and changes to applications and database, segregation of duties as per SOP and also reviewed the mapping of interfaces between systems for generating financial information for reporting. We have tested the controls in the core banking solutions and treasury systems. This included testing the integrity of system interfaces, the completeness and accuracy of data feeds, system reconciliation controls and automated calculations.

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Information Other than the Standalone Financial Statements and Auditors' Report Thereon

The Bank's Board of Directors is responsible for the other information. The other information comprises the Chairman's Statement, CSR initiatives, Director's Report, Annexures to Director's Report, Shareholders Information, Business Responsibility Report, Corporate Governance Report, Management Discussions & Analysis Report, List of Branches, Basel III Disclosures, Decade of Progress included in the Bank's Annual report, but does not include the Standalone Financial Statements and our auditors' report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and the Pillar 3 disclosure and the Basel III Disclosures, and accordingly, we do not express any form of assurance or conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the other information, including annexures in the annual report thereon, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Bank's Board of Directors is responsible for the matters stated in Section 134 (5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, in so far as they apply to the Bank and provisions of Section 29 of the Banking Regulation Act, 1949 and the circulars and guidelines issued by Reserve Bank of India ('RBI') from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act and the RBI Guidelines for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Management and Board of Directors are responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Bank's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error; and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

As part of an audit in accordance with Standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(I) of the Act, we are also responsible for expressing our opinion on whether the Bank has adequate internal financial controls with reference to

the Standalone Financial Statements and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our Audit work and evaluating the results of our work; and (ii) to evaluate the effect of identified misstatements in the Standalone Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current year ending 31 March, 2026, and are therefore the key audit matters.

We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters:

We did not audit the financial statements / information of 927 branches / offices included in the Standalone Financial Statements of the Bank whose financial statements / financial information reflect total advances of ₹53,040.05 Crore and deposits of ₹59,200.44 Crore as at 31 March, 2026 as considered in the Standalone Financial Statements. These branches and offices cover 79.52 % of total advances and 75.60 % of deposits for the year ended 31 March, 2026.

The financial statements/ information of these branches have been audited by the Branch Auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of branches, is based solely on the report of such Branch Auditors.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the provisions of Section 29 of the Banking Regulation Act, 1949 read with Section 133 of the Companies Act, 2013.

1. As required Sub Section (3) of Section 30 of the Banking Regulation Act, 1949, we report that;
 - a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit and have found them to be satisfactory;
 - b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank; and

- c) The returns received from the offices and branches of the Bank have been found adequate for the purpose of our audit.

2. With respect to the matters to be included in the Auditor's Report under Section 197(16) of the Act, we report that since the Bank is a banking company as defined under Banking Regulation, 1949, the reporting under section 197(16) in relation to whether the remuneration paid by the Bank is in accordance with the provisions of section 197 of the Act do not apply by virtue of Section 35B(2A) of the Banking Regulation Act, 1949.

3. Further, as required by Section 143(3) of the Companies Act, 2013, we report that;

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books.
- c) The reports on the accounts of the branch offices of the bank audited under section 143(8) of the Act by branch auditors of the Bank have been sent to us and have been properly dealt with by us in preparing this report.
- d) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- e) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, to the extent they are not inconsistent with the guidelines prescribed by Reserve Bank of India;
- f) On the basis of the written representations received from the directors as on 31 March, 2026 taken on record by the board of directors, none of the directors is disqualified as on 31 March, 2026 from being appointed as a director in terms of section 164(2) of the Act;
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Bank with reference to these Standalone Financial Statement and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" to this report; and

- h) In our opinion, as the entity is a Banking Company, the remuneration to its Directors during the year ended 31 March, 2026, has been paid/ provided by the Bank in accordance with the provisions of Section 35B (1) of the Banking Regulation Act 1949, and;
- i) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us;
- i. The bank has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements - Refer Note 16(7) of Schedule 18 to the Standalone Financial Statements;
 - ii. The bank has made provision, as required under the applicable law or accounting standards, for material foreseeable losses if any, on long-term contracts including derivative contracts - Refer Note 15(V) of Schedule 18 to the Standalone Financial Statements; and
 - iii. There has been no delay in transferring the funds to the Investor Education and Protection Fund Account by the Bank.
 - iv. 1. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Bank to or in any other persons / entities, including foreign entities ('Intermediaries'), with the understanding, whether recorded in writing or otherwise, that the Intermediary has, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Bank ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 2. The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Bank from any persons / entities, including foreign entities, that the Bank has directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 3. Based on the audit procedures which we have considered reasonable and appropriate in the circumstances and according to the information and explanations provided to us by the Management in this regard, nothing has come to our notice that has caused us to believe that the representations made by the Management under sub-clause (1) and (2) contain any material misstatement; and
 - v. The Bank has paid dividend during the year which is in compliance with section 123 of the Act.
 - vi. Based on our examination which included test checks, the Bank has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the bank as per the statutory requirements for record retention.

For **P.B. Vijayaraghavan & Co**
Chartered Accountants
Firm Registration No : 004721S

Sd/-
CA P.B. Santhanakrishnan
Partner
Membership No : 020309
UDIN: 26020309POFQNZ4217

For **M. Srinivasan & Associates**
Chartered Accountants
Firm Registration No : 004050S

Sd/-
CA Mohanadasa
Partner
Membership No : 221718
UDIN: 26221718GMZDHT7155

Date : 27th April, 2026
Place : Kumbakonam

Annexure A

*To the Independent Auditors' Report of even date
on the Standalone Financial Statements of City Union Bank Limited
[Refer paragraph 3(g) Report on other legal and regulatory requirements
in our Independent Auditors' Report]*

*Report on the Internal Financial Controls over Financial Reporting under Clause (i) of
Sub-Section 3 of Section 143 of the Companies Act 2013*

To the Members of

CITY UNION BANK LIMITED

We have audited the Internal Financial Controls Over Financial Reporting ("IFCoFR") with reference to the Standalone Financial Statement of City Union Bank Limited ("the Bank") as of 31 March, 2026 in conjunction with our audit of the Standalone Financial Statements of the Bank for the year ended on that date.

Management's Responsibility for Internal Financial Controls over Financial Reporting

The Bank's Management and Board of Directors are responsible for establishing and maintaining internal financial controls based on Internal Control over Financial Reporting criteria established by the Bank considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its Business, including adherence to the Bank's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Bank's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing as

specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an Audit of Internal Financial Controls and issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Banks' Internal Financial Controls System over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Bank's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for

external purposes in accordance with generally accepted accounting principles. A Bank's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Bank; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Bank are being made only in accordance with authorizations of management and directors of the Bank; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Bank's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of inherent limitations of internal financial controls over financial reporting, including the possibility of collusion improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to

future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Bank has, in all material respects, an adequate internal financial controls systems over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2026, based on the internal control over financial reporting criteria established by the Bank considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Other Matters

Our report, insofar as it relates to the operating effectiveness of internal financial controls with reference to financial statements of 927 branches/offices is based on the reports of the respective statutory branch auditors of those branches.

Our opinion is not modified in respect of this matter.

For **P.B. Vijayaraghavan & Co**
Chartered Accountants
Firm Registration No : 004721S

Sd/-
CA P.B. Santhanakrishnan
Partner
Membership No : 020309
UDIN: 26020309POFQNZ4217

For **M. Srinivasan & Associates**
Chartered Accountants
Firm Registration No : 004050S

Sd/-
CA Mohanadasa
Partner
Membership No : 221718
UDIN: 26221718GMZDHT7155

Date : 27th April, 2026
Place : Kumbakonam





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BALANCE SHEET AS ON 31st MARCH, 2026

(₹ in thousand)

	SCHEDULE No.	AS ON 31.03.2026	AS ON 31.03.2025
CAPITAL AND LIABILITIES			
Share Capital	1	74,30,47	74,09,86
Reserves and Surplus	2	10490,55,85	9392,51,86
Deposits	3	78307,95,39	63525,95,39
Borrowings	4	5326,79,79	2169,41,00
Other Liabilities & Provisions	5	2824,78,02	2461,23,38
Total		97024,39,52	77623,21,49
ASSETS			
Cash and Balances with Reserve Bank of India	6	6267,32,78	3874,57,37
Balances with Banks & Money at Call and Short Notice	7	2659,74,14	1415,96,90
Investments	8	18986,92,01	17336,14,36
Advances	9	65875,17,28	52081,25,46
Fixed Assets	10	468,53,20	322,33,85
Other Assets	11	2766,70,11	2592,93,55
Total		97024,39,52	77623,21,49
Contingent Liabilities	12	15906,94,30	10292,14,24
Bills for Collection		582,92,21	499,61,23

The schedules referred to above form an integral part of Balance Sheet

J. SADAGOPAN
Chief Financial Officer

Dr. N. KAMAKODI
MD & CEO

G. MAHALINGAM
Chairman

S.VENKATARAMANAN
Company Secretary

K. VAIDYANATHAN
Prof. V. KAMAKOTI
K. SUBRAMANIAN
R. VIJAY ANANDH

T. K. RAMKUMAR
LALITHA RAMESWARAN
R. MOHAN
V. RAMESH

Directors

For **P.B. Vijayaraghavan & Co**
Chartered Accountants
(Firm No. 004721S)

For **M. Srinivasan & Associates**
Chartered Accountants
(Firm No. 004050S)

Date : 27th April, 2026
Place : Kumbakonam

CA P.B. Santhanakrishnan
Partner
M.No. : 020309
UDIN : 26020309POFQNZ4217

CA Mohanadasa
Partner
M.No. : 221718
UDIN : 26221718GMZDHT7155

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in thousand)

	SCHEDULE No.	YEAR ENDED 31.03.2026	YEAR ENDED 31.03.2025
I INCOME			
Interest Earned	13	6869,75,50	5834,04,26
Other Income	14	1038,83,07	898,06,24
Total		7908,58,57	6732,10,50
II EXPENDITURE			
Interest Expended	15	4039,92,46	3518,32,92
Operating Expenses	16	1854,43,01	1535,14,95
Provisions and Contingencies		688,00,00	555,00,00
Total		6582,35,47	5608,47,87
III PROFIT / LOSS			
Net Profit / loss(-) for the year		1326,23,10	1123,62,63
Profit / loss (-) brought forward		154,10,83	112,57,26
Total		1480,33,93	1236,19,89
Exceptional Items		0	0
IV APPROPRIATIONS			
- Transfer to Statutory Reserves		360,00,00	300,00,00
- Transfer to Capital Reserve		16,08,13	10,98,98
- Transfer to General Reserve		665,00,00	520,00,00
- Investment Reserve Account		30,00,00	50,00,00
- Transfer to Special Reserve under IT Act, 1961		100,00,00	90,00,00
- Dividend paid		148,20,16	111,10,08
- Balance carried over to Balance Sheet		161,05,64	154,10,83
Total		1480,33,93	1236,19,89
Earning per share			
Basic (₹)		17.88	15.17
Diluted (₹)		17.83	15.07
Significant Accounting Policies	17		
Notes on Account	18		

The schedules referred to above form an integral part of Profit And Loss Account

J. SADAGOPAN
Chief Financial Officer

Dr. N. KAMAKODI
MD & CEO

G. MAHALINGAM
Chairman

S.VENKATARAMANAN
Company Secretary

K. VAIDYANATHAN
Prof. V. KAMAKOTI
K. SUBRAMANIAN
R. VIJAY ANANDH

Directors

T. K. RAMKUMAR
LALITHA RAMESWARAN
R. MOHAN
V. RAMESH

For **P.B. Vijayaraghavan & Co**
Chartered Accountants
(Firm No. 004721S)

For **M. Srinivasan & Associates**
Chartered Accountants
(Firm No. 004050S)

CA P.B. Santhanakrishnan
Partner
M.No. : 020309
UDIN : 26020309POFQNZ4217

CA Mohanadasa
Partner
M.No. : 221718
UDIN : 26221718GMZDHT7155

Date : 27th April, 2026
Place : Kumbakonam

SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET

(₹ in thousand)

		AS ON 31.03.2026	AS ON 31.03.2025
SCHEDULE - 1 CAPITAL			
Authorised Capital (100,00,00,000 equity shares of ₹1/- each)		<u>100,00,00</u>	<u>100,00,00</u>
Issued Capital (74,30,47,262 / 74,09,85,734 equity shares of ₹1/- each)		<u>74,30,47</u>	<u>74,09,86</u>
Subscribed and Paid-up Capital (74,30,47,262 / 74,09,85,734 equity shares of ₹1/- each)	74,30,47		74,09,86
Called-Up-Capital (74,30,47,262 / 74,09,85,734 equity shares of ₹1/- each)	74,30,47		74,09,86
Less: Calls unpaid	Nil		Nil
Add: Fortfeited shares	Nil	74,30,47	Nil
Total		<u>74,30,47</u>	<u>74,09,86</u>
SCHEDULE - 2 RESERVES AND SURPLUS			
I. Statutory Reserves			
Opening Balance	2606,00,00		2306,00,00
Additions during the year	360,00,00		300,00,00
Deductions during the year	Nil	2966,00,00	Nil
			2606,00,00
II. Capital Reserves			
Opening Balance	337,30,96		326,31,98
Additions during the year	16,08,13		10,98,98
Deductions during the year	Nil	353,39,09	Nil
			337,30,96
III. Share Premium			
Opening Balance	908,51,63		904,29,20
Additions during the year	31,85,24		4,22,43
Deductions during the year	Nil	940,36,87	Nil
			908,51,63
IV. Revenue and Other Reserves			
I) General Reserve			
Opening Balance	4411,24,21		3871,50,00
Additions during the year	665,00,00		546,96,83
Deductions during the year	Nil	5076,24,21	7,22,62
			4411,24,21
ii) Investment Reserve Account			
Opening Balance	135,67,99		85,67,99
Additions during the year	30,00,00		50,00,00
Deductions during the year	Nil	165,67,99	Nil
			135,67,99

SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET (Contd.)

(₹ in thousand)

		AS ON 31.03.2026	AS ON 31.03.2025
iii) Domestic AFS Reserve			
Opening Balance	28,66,24	Nil	
Additions during the year	Nil	28,66,24	
Deductions during the year	111,84,19	-83,17,95	Nil
			28,66,24
iv) Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961			
Opening Balance	811,00,00	721,00,00	
Additions during the year	100,00,00	90,00,00	
Deductions during the year	Nil	Nil	
			811,00,00
V. Balance in Profit and Loss Account		161,05,64	154,10,83
Total		10490,55,85	9392,51,86
SCHEDULE - 3 DEPOSITS			
A I. Demand Deposits			
i) From Banks	37	5,69,91	
ii) From Others	7027,02,50	6068,04,24	6073,74,15
II. Savings Bank Deposits		14617,07,49	12045,14,03
III. Term Deposits			
i) From Banks	371,58,99	89,67,67	
ii) From Others	56292,26,04	45317,39,54	45407,07,21
Total (I, II & III)		78307,95,39	63525,95,39
B i) Deposits of Branches in India		78307,95,39	63525,95,39
ii) Deposits of Branches outside India		Nil	Nil
Total		78307,95,39	63525,95,39
SCHEDULE - 4 BORROWINGS			
I. Borrowings in India			
i) Reserve Bank of India		500,00,00	379,00,00
ii) Other Banks		12,18,29	Nil
iii) Other Institutions and Agencies		4340,44,00	1790,41,00
iv) Subordinated Debt		Nil	Nil
II. Borrowings from outside India		474,17,50	Nil
Total (I & II)		5326,79,79	2169,41,00
III. Secured Borrowings included in (I & II) above		Nil	Nil

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SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET (Contd.)

(₹ in thousand)

	AS ON 31.03.2026	AS ON 31.03.2025
SCHEDULE - 5 OTHER LIABILITIES & PROVISIONS		
I. Bills Payable	494,18,67	472,76,21
II. Inter-Office Adjustments (Net)	Nil	Nil
III. Interest Accrued	414,02,69	369,41,13
IV. Others (including Provisions)	1916,56,66	1619,06,04
Total	2824,78,02	2461,23,38
SCHEDULE - 6 CASH AND BALANCES WITH RESERVE BANK OF INDIA		
I Cash in Hand (including Foreign Currency Notes)	989,57,48	781,87,78
II Balances with Reserve Bank of India		
i) In Current Accounts	2257,75,30	2485,69,59
ii) In Other Accounts	3020,00,00	607,00,00
Total (I and II)	6267,32,78	3874,57,37
SCHEDULE - 7 BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE		
I. In India		
i) Balances with Banks		
a) In Current Accounts	8,30,26	36,63,94
b) In Other Deposit Accounts	2,00,00	4,00,00
	10,30,26	40,63,94
ii) Money at Call and Short Notice		
a) With Banks	Nil	Nil
b) With Other Institutions	1701,08,88	Nil
Total (I)	1711,39,14	40,63,94
II. Outside India		
i) In Current Accounts	Nil	7,72,96
ii) In Other Deposit Accounts	948,35,00	1367,60,00
iii) Money at Call and Short Notice	Nil	Nil
Total (II)	948,35,00	1375,32,96
Grand Total (I and II)	2659,74,14	1415,96,90

SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET (Contd.)

(₹ in thousand)

	AS ON 31.03.2026	AS ON 31.03.2025
SCHEDULE - 8 INVESTMENTS		
I. Investments in India in		
i) Government Securities	18872,63,17	17185,53,74
ii) Other Approved Securities	Nil	Nil
iii) Shares	24,25,53	19,31,86
iv) Debentures and Bonds	83,61,16	103,43,52
v) Subsidiaries / Joint Ventures	Nil	Nil
vi) Others (Security Receipts & Mutual Funds)	5,80,91	27,40,82
Inside India Total	18986,30,77	17335,69,94
Gross Investments in India	19018,29,88	17345,69,05
Less : Provision for Investment including NPI	31,99,11	9,99,11
Net Investments in India	18986,30,77	17335,69,94
II. Investments outside India in		
i) Government Securities (Incl. local authorities)	Nil	Nil
ii) Subsidiaries and/ or Joint Ventures abroad	Nil	Nil
iii) Other Investments (SWIFT Share)	61,24	44,42
Outside India Total	61,24	44,42
Grand Total (I & II)	18986,92,01	17336,14,36
SCHEDULE - 9 ADVANCES		
A. i) Bills Purchased and Discounted	389,94,92	176,27,37
ii) Cash Credits, Overdrafts and Loans repayable on Demand	40953,76,74	34191,89,99
iii) Term Loans	24531,45,62	17713,08,10
Total	65875,17,28	52081,25,46
B. i) Secured by Tangible Assets (includes Advances against Book Debts)	64225,62,16	50664,77,63
ii) Covered by Bank / Government Guarantees	1386,92,19	1198,32,75
iii) Unsecured	262,62,93	218,15,08
Total	65875,17,28	52081,25,46

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SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET (Contd.)

(₹ in thousand)

	AS ON 31.03.2026	AS ON 31.03.2025
C. I. Advances in India		
i) Priority Sector	36539,62,81	30738,88,22
ii) Public Sector	Nil	24,33,08
iii) Banks	6,65,61	45,23,48
iv) Others	29328,88,86	21272,80,68
Total	65875,17,28	52081,25,46
II. Advances outside India	Nil	Nil
Grand Total	65875,17,28	52081,25,46
SCHEDULE - 10 FIXED ASSETS		
I. Premises		
i) At Cost as at 31 st March of the preceding year	99,30,44	86,60,30
ii) Additions during the year	59,39	12,70,14
iii) Deductions during the year	20,48	Nil
Total	99,69,35	99,30,44
iv) Depreciation to date	16,94,48	16,00,70
Total	82,74,87	83,29,74
II. Other Fixed Assets (including Furniture and Fixtures)		
i) At Cost as at 31 st March of the preceding year	1055,98,82	948,89,63
ii) Additions during the year	351,95,04	185,08,32
Total	1407,93,86	1133,97,95
iii) Deductions / Adjustments during the year	136,99,50	77,99,13
Total	1270,94,36	1055,98,82
iv) Depreciation to date	885,16,03	816,94,71
Total	385,78,33	239,04,11
Grand Total	468,53,20	322,33,85

SCHEDULES FORMING INTEGRAL PART OF BALANCE SHEET (Contd.)

(₹ in thousand)

	YEAR ENDED 31.03.2026	YEAR ENDED 31.03.2025
SCHEDULE - 11 OTHER ASSETS		
I. Inter office Adjustments (Net)	Nil	Nil
II. Interest accrued	377,72,47	315,19,76
III. Tax paid in advance / Tax deducted at source	1243,49,76	1163,83,06
IV. Stationery and Stamps	98,46	84,91
V. Non-Banking assets acquired in satisfaction of claims	Nil	Nil
VI. Others	1144,49,42	1113,05,82
Total	2766,70,11	2592,93,55
SCHEDULE - 12 CONTINGENT LIABILITIES		
I. Claims against the Bank not acknowledged as Debts	11,11,15	12,98,16
II. Liability for Partly Paid Investments	Nil	Nil
III. Liability on account of outstanding Forward Exchange Contracts	13258,05,41	7424,75,92
IV. Guarantees given on behalf of Constituents		
- In India	2264,09,48	1819,15,35
- Outside India	26,12,27	23,30,74
V. Acceptances, endorsements and other obligations	200,53,60	220,35,99
VI. Other items for which the Bank is contingently liable	147,02,39	791,58,08
Total	15906,94,30	10292,14,24

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SCHEDULES FORMING INTEGRAL PART OF PROFIT AND LOSS ACCOUNT

(₹ in thousand)

	YEAR ENDED 31.03.2026	YEAR ENDED 31.03.2025
SCHEDULE - 13 INTEREST EARNED		
I. Interest / Discount on Advances / Bills	5572,06,41	4672,14,49
II. Income on Investments	1179,10,29	1073,34,68
III. Interest on Balances with Reserve Bank of India and other Inter-Bank funds	109,19,77	80,11,21
IV. Others	9,39,03	8,43,88
Total	6869,75,50	5834,04,26

SCHEDULES FORMING INTEGRAL PART OF PROFIT AND LOSS ACCOUNT (Contd.)

(₹ in thousand)

	YEAR ENDED 31.03.2026	YEAR ENDED 31.03.2025
SCHEDULE - 14 OTHER INCOME		
I. Commission, Exchange and Brokerage	194,74,85	138,42,09
II. Profit on sale of Investments	98,83,31	56,02,84
Less : Loss on sale of Investments	(1,99,72)	(79,70)
Net sale of Investments	96,83,59	55,23,14
III. Profit on revaluation of Investments	75,11	69,54
Less : Loss on revaluation of Investments	(22,45,32)	(7,59,53)
Net Revaluation on Investments	(21,70,21)	(6,89,99)
IV. Profit on sale of Land, Bldgs and Other Assets	5,31,12	1,11,42
Less : Loss on sale of Land, Bldgs and Other Assets	(1,56,56)	(1,06,47)
Net sale of Land, Bldgs and Other Assets	3,74,56	4,95
V. Profit on Exchange transactions	2897,58,27	880,57,39
Less : Loss on Exchange transactions	(2836,76,68)	(842,86,06)
Net Exchange transactions	60,81,59	37,71,33
VI. Income earned by way of dividends etc., from Subsidiaries, Companies and / or Joint Ventures abroad / in India	Nil	Nil
VII. Miscellaneous Income	704,38,69	673,54,72
Total	1038,83,07	898,06,24
SCHEDULE - 15 INTEREST EXPENDED		
I. Interest on Deposits	3852,88,86	3277,40,95
II. Interest on RBI / Inter-Bank Borrowings	32,75,42	147,21,38
III. Others	154,28,18	93,70,59
Total	4039,92,46	3518,32,92
SCHEDULE - 16 OPERATING EXPENSES		
I. Payments to and Provision for Employees	889,79,15	732,99,93
II. Rent, Taxes and Lighting	216,57,41	184,03,43
III. Printing and Stationery	19,60,36	17,55,21
IV. Advertisement and Publicity	38,49,35	28,60,32
V. Depreciation on Bank's Property	107,40,06	81,58,94
VI. Directors' Fees, Allowances and Expenses	2,78,88	2,59,97
VII. Auditors' Fees and Expenses (including Branch Auditors fees & expenses)	4,37,60	4,17,79
VIII. Law Charges	65,48	1,00,88
IX. Postage, Telegrams, Telephone, etc.,	25,64,91	18,47,00
X. Repairs and Maintenance	188,15,33	170,81,40
XI. Insurance	85,91,45	73,61,71
XII. Other Expenditure	275,03,03	219,68,37
Total	1854,43,01	1535,14,95

SCHEDULE - 17: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES FORMING AN INTEGRAL PART OF BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

A. BACKGROUND

City Union Bank Limited (the Bank), incorporated in Kumbakonam, India is a publicly held Banking Company governed by the Banking Regulation Act, 1949, the Companies Act, 2013 and other applicable Acts/Regulations and is engaged in providing a wide range of banking and financial services including commercial banking and treasury operations.

B. BASIS OF PREPARATION

The Financial Statements are prepared under the historical cost convention following accrual basis of accounting, unless otherwise stated, using going concern assumption, and conform in all material aspects to the Generally Accepted Accounting Principles (GAAP) in India, which comprises applicable statutory provisions, regulatory norms/guidelines and extant disclosure norms prescribed by the Reserve Bank of India (RBI), Accounting Standards (AS) issued under Section 133 of the Companies Act 2013 read together with the Companies (Accounting Standards) Rules, 2021, Banking Regulation Act, 1949 and practices currently prevalent in the banking industry in India. The accounting policies adopted in the preparation of Financial Statements are consistent with those followed in the previous year.

USE OF ESTIMATES

The preparation of Financial Statements in conformity with GAAP require the management to make estimates and assumptions in the reported amounts of Assets and Liabilities (including Contingent Liabilities) as of the date of the Financial Statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any revision in the accounting estimates is recognised prospectively in the current and future periods.

C. SIGNIFICANT ACCOUNTING POLICIES

1. REVENUE RECOGNITION

Income and Expenditure are accounted on accrual basis, except the following;

- a. Interest on Non-Performing Advances (NPA) and Non-Performing Investments (NPI) are recognised upon realisation as per the prudential norms prescribed by RBI.
- b. Interest on overdue bills, commission (excluding insurance commission), exchange, brokerage and rent on lockers are accounted on realization.
- c. Dividend on equity shares, preference shares and mutual fund units is accounted as income when the right to receive the dividend is established.

In case of suit filed accounts, related legal and other expenses incurred are charged to Profit and Loss Account and on recovery the same are accounted as income.

2. INVESTMENTS

- a) Securities classified under "Held to Maturity" category are valued at carrying cost.
- b) Securities held in "Available for Sale" Category are valued scrip wise as under:
 - i) Government of India Securities and State government Securities are valued at market price as per quotation put out by Financial Benchmark India Limited.
 - ii) Trustee Securities, Securities guaranteed by Central/State Governments and PSU Bonds are valued on appropriate Yield to Maturity (YTM) basis as per Financial Benchmark India Limited/Reserve bank of India guidelines.
 - iii) Treasury Bills/ Certificate of Deposits/ Commercial Papers are valued at carrying cost.
 - iv) Unquoted Equity Shares are valued at Break up Value as per the latest Balance Sheet, if available, or ₹1/- per Company.

For all above investments under AFS, net depreciation / appreciation on revaluation is charged to AFS reserve account.

- c) Securities held in "Fair Value Through Profit and Loss (FVTPL) - Non HFT" Category are valued as under.

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- i. Quoted Equity Shares are valued at market rate provided by the NSE. Unquoted shares are valued at Breakup Value as per the latest Balance Sheet, if the latest balance sheet is not available, then the valued at Re.1/- per Company.
- ii. Preference shares are valued at market price if quoted or at appropriate YTM basis as per Financial Benchmark India Limited guidelines.
- iii. Debentures / Bonds are valued at market price, if quoted, otherwise on an appropriate YTM basis by using spread matrix provided by FIMMDA.
- iv. Mutual Funds are valued at market price, if quoted, or at NAV or Market Price/ Repurchase Price.

For all above investments under FVTPL (Non-HFT) net depreciation / appreciation after revaluation is charged to Profit / Loss Account.

d) Individual scrips under "FVTPL-Held For Trading" category are valued at Market Price.

- Government of India Securities are valued at market price as per quotation put out by Financial Benchmark India Limited.
- Equity Shares are valued at market rate if quoted, otherwise at Break up Value as per the latest Balance Sheet, if available, or ₹1/- per Company.

For all above investments under FVTPL- HFT, net depreciation / appreciation after revaluation, if any, for each asset class is charged to Profit / Loss Account.

In all the above categories, the premium / discount on the dated securities are amortised over the life time of the instrument.

Profit / Loss on sale of Investments from HTM category is first credited to profit and loss account and thereafter an amount equivalent to profit net of statutory reserve and taxes is appropriated to Capital Reserve Account.

Profit / Loss on sale of Investments from AFS/FVTPL/HFT (Other than Equity Shares held under AFS) is taken to profit and loss account. In case of Equity Shares held under AFS, profit / loss on sale of such shares

is taken to Capital Reserve without crediting to Profit and Loss Account.

3. LOANS / ADVANCES AND PROVISIONS THEREON

3.1 Advances have been classified as per the Asset Classification norms laid down by the Reserve Bank of India. The required provisioning for Standard Assets and for Non Performing Assets have been made as per the Regulatory norms.

3.2 Advances shown in the Balance Sheet are net of specific provisions, technical write offs and ECGC/DICGC claims received.

Partial recoveries in Non Performing Assets are apportioned first towards charges and interest, thereafter towards principal.

3.3 NPAs are classified into Sub-standard, Doubtful and Loss Assets based on the following criteria stipulated by RBI:

- i. Sub-standard: A loan asset that has remained non-performing for a period less than or equal to 12 months.
- ii. Doubtful : A loan asset that has remained in the sub-standard category for a period of 12 months.
- iii. Loss : A loan asset where loss has been identified but the amount has not been fully written off.

3.4 Provisions are made for NPAs as per the extant guidelines prescribed by the regulatory authorities, subject to minimum provisions as prescribed below:

Substandard Assets:

- i. A general provision of 15% on the total outstanding;
- ii. Additional provision of 10% for exposures which are unsecured.
- iii. Unsecured Exposure in respect of infrastructure advances where certain safeguards such as escrow accounts are available-20%.

Doubtful Assets :

- Secured portion**
- i. Upto one year - 25%
 - ii. One to three years - 40%
 - iii. More than three years - 100%
- Unsecured portion** - 100%

Loss Assets :

100% to be provided on the total outstanding;

3.5 Floating Provisions:

The Bank has a policy for creation and utilisation of floating provisions separately for advances, investments and general purposes. The quantum of floating provisions to be created is assessed at the end of the financial year. The floating provisions are utilised only for contingencies under extraordinary circumstances specified in the policy with prior permission of Reserve Bank of India.

3.6 Provision for Country Exposure:

In addition to the specific provisions held according to the asset classification status, provisions are also made for individual country exposures (other than the home country). Countries are categorised into seven risk categories, namely, insignificant, low, moderately low, moderate, moderately high, high and very high and provisioning made as per extant RBI guidelines. If the country exposure (net) of the Bank in respect of each country does not exceed 1% of the total funded assets, no provision is maintained on such country exposures. The provision is reflected in Schedules of the Balance Sheet.

3.7 Provision for unhedged foreign currency exposure:

Provision for Unhedged Foreign Currency Exposure of borrower entities is made considering their unhedged exposure to the Bank.

4. FIXED ASSETS, DEPRECIATION & AMORTIZATION

- 4.1 Premises, Software and other Fixed Assets are accounted at acquisition cost less depreciation. Cost includes cost of purchase and all expenditure like site preparation, installation

costs and professional fees incurred on the asset before it is ready to use.

- 4.2 Capital work-in-progress includes cost of fixed assets that are not ready for their intended use.
- 4.3 Depreciation has been provided on the composite value for premises acquired with land and building, where cost of the land is not separately identifiable.
- 4.4 The Bank has provided depreciation based on useful life of the assets in line with Schedule II of the Companies Act, 2013. Depreciation is charged over the estimated useful life of the fixed asset on a straight-line basis. Depreciation on assets purchased and sold during the year is provided on a pro-rata basis.

5. EFFECTS OF CHANGES IN THE FOREIGN EXCHANGE RATE

- 5.1 Assets and Liabilities denominated in Foreign Currencies are translated at the rates notified by FEDAI at the close of the year. Profit or Loss accruing from such transactions is recognised in the Profit and Loss Account.
- 5.2 Income and Expenditure items have been translated at the exchange rates prevailing on the date of the transactions.
- 5.3 The Bank does not have a branch in any Foreign Country.
- 5.4 Outstanding Forward Exchange contracts are revalued at the exchange rates notified by FEDAI and the resultant net gain or loss is recognised in the Profit and Loss Account.
- 5.5 Foreign Currency Guarantees, Acceptances, Endorsements and other obligations are reported at the FEDAI notified closing exchange rates prevailing on the date of the Balance Sheet.

6. EMPLOYEE BENEFITS

- 6.1 Payments to defined contribution schemes such as Provident Fund and Employees Pension Fund are charged as expenses as and when they fall due.
- 6.2 Provision towards leave encashment is accounted on actuarial basis in accordance with Accounting Standard 15 (revised 2005) issued by ICAI.

- 6.3 Payments to the Group Gratuity Life Assurance Scheme of the Life Insurance Corporation of India towards gratuity liability are charged as expenses as and when they fall due.

7. EMPLOYEES STOCK OPTION SCHEME

The Employee Stock Option Scheme provides for grant of equity stock options to employees that vest in a graded manner. The Bank follows the intrinsic value method to account for its employee compensation costs arising from grant of such options. The excess of fair market price over the exercise price shall be accounted as employee compensation cost in the year of vesting. The fair market price is the latest closing price of the shares on the stock exchanges in which shares of the Bank are largely traded immediately prior to the date of meeting of the compensation committee in which the options are granted.

8. SEGMENT REPORTING

The Bank recognises the Business Segment as the Primary Reporting Segment and Geographical Segment as the Secondary Reporting Segment, in accordance with the RBI guidelines and in compliance with the Accounting Standard 17.

Business Segment is classified into (a) Treasury (b) Corporate and Wholesale Banking, (c) Retail Banking (includes Digital Banking Units) (d) Other Banking Operations.

9. EARNINGS PER SHARE

Basic earning per share is calculated by dividing the net profit of the year by the weighted average number of equity shares.

Diluted earning per share is computed using the weighted average number of equity shares and dilutive potential equity shares.

10. IMPAIRMENT OF ASSETS

An assessment is made at each balance sheet date whether there is any indication that an asset is impaired. If any such indication exists, an estimate of the recoverable amount is made and impairment loss, if any, is provided for.

11. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

- 11.1 In conformity with AS.29 "Provisions, Contingent Liabilities and Contingent Assets"

issued by the Institute of Chartered Accountants of India, the Bank recognizes provision only when:

- It has a present obligation as a result of a past event.
- It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and
- A reliable estimate of the amount of the obligation can be made.

11.2 No provision is recognized for :

- Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the bank; or
- Any present obligation that arises from past events but is not recognized because
 - It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
 - A reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

11.3 Contingent Assets are not recognized in the Financial Statements.

12. INCOME TAX

Income Tax comprises current tax and deferred tax for the year. The deferred tax assets / liability is recognised in accordance with Accounting Standard 22 issued by the Institute of Chartered Accountants of India.

13. NET PROFIT

The Net Profit disclosed in the Profit and Loss Account is after considering:

- Provision for taxes on income in accordance with statutory requirements.
- Provision for Standard Assets and Non-Performing Assets.
- Provision for depreciation on Investments.
- Other usual and necessary provisions.

14. PROPOSED DIVIDEND

In term of AS 4 - "Contingencies and Events occurring after the Balance Sheet date" proposed dividend or dividend declared after Balance Sheet date is not shown as "Other Liability" in the Balance Sheet, instead a note on the same will be included in the Financial Statement. Such proposed dividend will be appropriated from the "Reserves and Surplus" only after the approval of the shareholders.

15. SPECIAL RESERVES

Revenue and other Reserve include Special Reserve created under Section 36(i)(viii) of the Income Tax Act, 1961 with the approval of the Board of Directors of the Bank.

16. CORPORATE SOCIAL RESPONSIBILITY

The expenditure towards Corporate Social Responsibility in accordance with the Companies Act, 2013 is recognised in the Profit and Loss Account.

17. OPERATING LEASES

Leases where all the risks and rewards of ownership are retained by the lessor are classified as 'Operating Lease'. Operating Lease payments are recognised as an expense in the Profit and Loss Account as per the lease terms. Initial direct costs in respect of operating leases such as legal costs, brokerage costs etc., are recognised as expense in the Profit and Loss Account.

SCHEDULE - 18: NOTES TO FINANCIAL STATEMENTS FORMING AN INTEGRAL PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT

1. REGULATORY CAPITAL

a) Composition of Regulatory Capital :

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
		Basel III	Basel III
i)	Common Equity Tier 1 Capital (CET 1)	10,116.06	9,078.46
ii)	Additional Tier 1 Capital / Other Tier 1 Capital	--	--
iii)	Tier 1 Capital (i + ii)	10,116.06	9,078.46
iv)	Tier 2 Capital	534.64	421.35
v)	Total Capital (Tier 1+Tier 2)	10,650.70	9,499.82
vi)	Total Risk Weighted Assets (RWAs)	48,585.66	39,991.31
vii)	CET 1 Ratio (%)	20.82%	22.70%
viii)	Tier 1 Ratio (%)	20.82%	22.70%
ix)	Tier 2 Ratio (%)	1.10%	1.05%
x)	Capital to Risk Weighted Assets Ratio (CRAR) (%)	21.92%	23.75%
xi)	Leverage Ratio (%)	10.04%	11.27%
xii)	Percentage of the shareholding of a) Government of India b) State Government c) Sponsor Bank	NA	NA
xiii)	Amount of Paid-Up Equity Capital raised during the year*	0.21	0.03
xiv)	Amount of Non-Equity Tier 1 Capital raised during the year	0.00	0.00
xv)	Amount of Tier 2 Capital raised during the year	0.00	0.00

* During the year 2025-26, the Bank has allotted 20,61,528 (P.Y. 3,13,830) equity shares aggregating to ₹32.06 cr (P.Y. ₹4.26 cr) pursuant to exercise of options under ESOP.

b) Drawn down from Reserves :

The Bank has not drawn any amount from Reserves during the year.

2. ASSET LIABILITY MANAGEMENT

a. Maturity Pattern of certain items of Assets and Liabilities - 31st March, 2026

(₹ in crore)

Period	Deposits	Advances	Investments	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1 Day	418.36	527.37	6,908.36	12.18	12.76	32.70
2 to 7 days	4,305.03	1,692.81	662.91	500.00	2,642.61	2,556.03
8 to 14 days	2,008.27	1,062.12	366.13	2.86	20.46	15.86
15 to 30 Days	2,860.80	1,064.60	785.51	0.00	285.32	370.75
31 days to 60 days	3,660.83	1,720.19	501.64	86.19	649.60	600.86
61 days to 90 days	6,018.33	2,739.67	421.25	2.86	137.09	36.02
Over 3 months & upto 6 months	6,211.82	4,838.95	849.71	96.65	1,336.73	1,237.80
Over 6 months & upto 1 year	19,138.21	15,754.49	3,207.65	2,669.79	1,857.83	1,813.46
Over 1 year & upto 3 years	33,188.37	24,572.95	5,191.09	1,892.99	1,076.81	1,351.99
Over 3 years & upto 5 years	301.69	4,734.26	40.08	63.28	41.63	47.57
Over 5 years	196.24	7,167.76	52.59	0.00	0.61	3.76
Total	78,307.95	65,875.17	18,986.92	5,326.80	8,061.45	8,066.80

The above classification has been made on the basis of the guidelines of RBI and certain assumptions made by management and have been relied upon by auditors.

b. Liquidity Coverage Ratio (LCR)

Liquidity Coverage Ratio has been prescribed by RBI based on LCR Standards published by Basel Committee on Banking Supervision (BCBS). The LCR promotes short term resilience of banks to potential liquidity disruptions by ensuring that they have sufficient High Quality Liquid Assets (HQLAs) to survive an acute stress scenario in the immediate 30 days period.

LCR is defined as

$$\frac{\text{Stock of High Quality Liquid Assets (HQLA)}}{\text{Total Net Cash Outflows over the next 30 calendar days}} \geq 100\%$$

The LCR standard aims to ensure that a Bank maintains an adequate level of unencumbered HQLAs that can be converted into cash to meet its liquidity needs for the next 30 days period under a significantly severe liquidity stress scenario specified by RBI.

The LCR guidelines was made effective from 01.01.2015 with a minimum requirement of 60% which was increased annually by 10% to reach a level of 100% as at 01.01.2019. The present minimum requirement of LCR as at 31st March, 2026 is 100%. The bank prepares LCR on a daily basis and

assess the liquidity position on an ongoing basis. The LCR position is made available in Bank's website on a quarterly basis in prescribed format in addition to the annual disclosure in notes to accounts. The disclosure in prescribed format is given below:

Qualitative disclosures on LCR:

- **Composition:** The main drivers of the LCR is High Quality Liquid Assets (HQLA) which can be easily converted into cash and consists of Cash in hand, Excess CRR balance as on that particular day, Government Securities in excess of minimum SLR requirement, Government Securities within the mandatory SLR requirement to the extent allowed by RBI under MSF (Presently to the extent of 2.00% of NDTL as allowed for MSF), Facility to avail liquidity for liquidity coverage ratio at 16.00% of NDTL. Level 1 assets are main drivers of HQLA.
- **Concentration of funding sources:** Deposits are the main funding sources of the bank.
- **Currency mismatches in LCR:** The bank does not have any HQLA in foreign currency and accordingly LCR is reported in single currency only.

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- The bank does not have any subsidiary / associates and does not belong to any Group.
- The Bank has a well-diversified funding portfolio. Retail deposits, considered as stable is the major funding source of the Bank, indicating lower dependence of the Bank on wholesale funds.
- The Liquidity risk management in the Bank is guided by the ALM Policy. The Bank's Liquidity management is

centralized at Treasury, Chennai as per the directions of ALCO.

The Bank has been maintaining the LCR above 100% (which is the minimum requirement prescribed by RBI). The bank has also implemented the revised RBI guidelines on LCR dated 21.04.2025, subsequently updated under Chapter-V of Master Direction on Asset Liability Management dated 28.11.2025 with effect from 01.04.2026. The LCR Disclosure Template for the Year ended FY 2026 is given below.

LCR Disclosure Template

(₹ in crore)

Particulars	For the Quarter ended								Previous Year *	
	March - 26		December - 25		September - 25		June - 25		March - 25	
	Total Unweighted Value (Avg)	Total Weighted Value (Avg)	Total Unweighted Value (Avg)	Total Weighted Value (Avg)	Total Unweighted Value (Avg)	Total Weighted Value (Avg)	Total Unweighted Value (Avg)	Total Weighted Value (Avg)	Total Unweighted Value (Avg)	Total Weighted Value (Avg)
High Quality Liquid Assets										
1. Total High Quality Liquid Assets (HQLA)	19,317.78		17,975.43		17,793.83		17,616.17		15,285.80	
Cash Outflows										
2. Retail Deposits and deposits from small business customers, of which :	48,812.29	4,310.45	39,822.01	3,375.38	38,055.34	3,068.14	36,949.77	2,972.33	35,660.03	2,854.88
(i) Stable Deposits	11,415.48	570.77	12,136.51	606.83	14,747.82	737.39	14,452.83	722.64	14,222.54	711.13
(ii) Less Stable Deposits	37,396.81	3,739.68	27,685.50	2,768.55	23,307.52	2,330.75	22,496.94	2,249.69	21,437.49	2,143.75
3. Unsecured Wholesale funding	15,074.86	12,429.27	22,754.27	12,821.42	21,820.13	11,769.35	20,347.82	10,682.66	18,180.80	9,107.65
(i) Operational Deposits (all counterparties)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Non Operational Deposits (all counterparties)	15,074.86	12,429.27	22,754.27	12,821.42	21,820.13	11,769.35	20,347.82	10,682.66	18,180.80	9,107.65
(iii) Unsecured debt	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Secured Wholesale funding	316.69	0.00	0.00	0.00	326.42	0.00	854.94	0.00	0.00	0.00
5. Additional requirements	9,801.64	1,056.16	9,702.77	910.76	8,727.73	678.21	7,745.04	589.96	7,080.02	528.21
(i) Outflows related to derivative exposures and other collateral requirements	21.73	21.73	4.56	4.56	14.24	14.24	0.15	0.15	3.50	3.50
(ii) Outflows related to loss of funding on debt products	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Credit and liquidity facilities	9,779.90	1,034.43	9,698.21	906.20	8,713.49	663.97	7,744.89	589.81	7,076.52	524.71
6. Other Contractual Funding Obligations	1,304.38	1,304.38	1,427.66	1,427.66	1,333.53	1,333.53	1,261.02	1,261.02	1,163.52	1,163.52
7. Other Contingent Funding Obligations	2,392.23	71.77	2,205.28	66.16	2,130.56	63.92	2,037.37	61.12	1,985.96	59.58
8. TOTAL CASH OUTFLOWS	77,702.08	19,172.03	75,911.99	18,601.38	72,393.71	16,913.15	69,195.96	15,567.09	64,070.33	13,713.84
Cash Inflows										
9. Secured Lending	0.00	0.00	0.00	0.00	6.59	0.00	0.00	0.00	0.00	0.00
10. Inflows from fully performing exposures	678.79	360.04	384.89	192.45	371.92	185.96	347.71	173.86	514.90	257.45
11. Other Cash Inflows	3,470.37	2,842.47	2,845.02	2,324.65	1,934.53	1,359.13	2,223.62	1,702.60	2,247.13	1,700.26
12. Total Cash Inflows	4,149.16	3,202.51	3,229.91	2,517.10	2,306.45	1,545.09	2,571.33	1,876.46	2,762.03	1,957.71
	Total adjusted value		Total adjusted value		Total adjusted value		Total adjusted value		Total adjusted value	
13. TOTAL HQLA	19,317.78		17,975.43		17,793.83		17,616.17		15,285.80	
14. TOTAL NET CASH OUTFLOWS	15,969.52		16,084.28		15,368.06		13,690.63		11,756.13	
15. LIQUIDITY COVERAGE RATIO (%)	120.97%		111.76%		115.78%		128.67%		130.02%	

C. Net Stable Funding Ratio (NSFR)

RBI vide its draft circular dated May 28, 2015 has prescribed norms for introduction of Net Stable Funding Ratio (NSFR). The final guidelines on “Net Stable Funding Ratio (NSFR)” under the Basel III Framework on Liquidity Standards was issued by RBI on May 17, 2018. Now, the NSFR is computed as per chapter VI of Master Direction on Asset Liability Management dated 28.11.2025.

LCR & NSFR for funding liquidity were prescribed by the Basel Committee for achieving two separate but complementary objectives. While LCR promotes short-term resilience of Banks to potential liquidity disruptions by ensuring that they have sufficient

HQLAs to survive an acute stress scenario lasting for 30 days, the NSFR promotes resilience over a longer-term time horizon by requiring Banks to fund their activities with more stable sources of funding on an ongoing basis.

The NSFR is defined as the amount of Available Stable Funding (ASF) relative to the amount of Required Stable Funding (RSF). The Bank is maintaining NSFR of above 100%, which is the minimum requirement prescribed by RBI.

$$\text{Net Stable Funding Ratio} = \frac{\text{Available Stable Funding (ASF)}}{\text{Required Stable Funding (RSF)}} \geq 100\%$$

(₹ in crore)

Particulars		NSFR Disclosure 31.03.2026					NSFR Disclosure 31.12.2025				
		Un - Weighted value by residual maturity				Weighted value	Un - Weighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥1yr		No maturity	< 6 months	6 months to < 1yr	≥1yr	
ASF Item							ASF Item				
1.	Capital: (2+3)	10,650.70	-	-	-	10,650.70	9,441.02	-	-	-	9,441.02
2.	Regulatory Capital	10,650.70	-	-	-	10,650.70	9,441.02	-	-	-	9,441.02
3.	Other Capital Instruments	-	-	-	-	-	-	-	-	-	-
4.	Retail Deposits and Deposits from small business customers : (5+6)	17,420.01	18,225.30	11,888.70	5,963.27	48,749.85	15675.29	12,413.19	19,067.72	2,468.77	45,253.16
5.	Stable Deposits	5,619.03	3,290.12	2,050.68	1,085.97	11,443.53	4,140.33	2,672.98	4,434.37	566.01	11,223.00
6.	Less Stable Deposits	11,800.98	14,935.18	9,838.02	4,877.30	37,306.32	11,534.96	9,470.21	14,633.35	1,902.76	34,030.16
7.	Wholesale Funding : (8+9)	0.00	2,695.70	7,069.77	2,201.59	5,983.54	-	1,629.61	9,461.10	1,117.15	6,103.93
8.	Operational Deposits	-	-	-	-	-	-	-	-	-	-
9.	Other Wholesale Funding	-	2,695.70	7,069.77	2,201.59	5,983.54	-	1,629.61	9,461.10	1,117.15	6,103.93
10.	Other Liabilities : (11+12)	4,507.22	13,216.57	261.94	2,923.62	2,923.62	4,688.05	9,390.69	355.00	2,422.87	2,422.87
11.	NSFR Derivative Liabilities	-	-	-	-	-	-	-	-	-	-
12.	All Other Liabilities and equity not included in the above categories	4,507.22	13,216.57	261.94	2,923.62	2,923.62	4,688.05	9,390.69	355.00	2,422.87	2,422.87
13.	Total ASF (1+4+7+10)					68,307.71					63,220.98
RSF Item							RSF Item				
14.	Total NSFR High-Quality Liquid Assets (HQLA)					886.98					811.60
15.	Deposits held at Other Financial Institutions for operational purposes	-	-	-	-	-	-	-	-	-	-
16.	Performing Loans and Securities : (17+18+19+21+23)	-	16,341.13	23,295.08	14,586.91	31,647.25	-	15,370.47	21,929.64	12,159.21	28,718.96
17.	Performing Loans to Financial Institutions secured by Level 1 HQLA	-	-	-	-	-	-	-	-	-	-
18.	Performing Loans to Financial Institutions secured by Non-Level 1 HQLA and Unsecured Performing Loans to Financial Institutions	-	602.02	395.90	878.94	1,167.20	-	429.43	360.43	747.65	992.27

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(₹ in crore)

Particulars		NSFR Disclosure 31.03.2026					NSFR Disclosure 31.12.2025				
		Un - Weighted value by residual maturity				Weighted value	Un - Weighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥1yr		No maturity	< 6 months	6 months to < 1yr	≥1yr	
ASF Item							ASF Item				
19.	Performing Loans to Non- Financial Corporate Clients, Loans to Retail and Small Business Customers, and Loans to Sovereigns, Central Banks, and PSEs, of which :	-	15,387.78	22,717.35	12,693.13	29,440.70	-	14,626.80	21,487.32	9,836.20	26,362.37
20.	With a Risk Weight of less than or equal to 35% under the Basel II Standardised Approach for Credit Risk	-	628.23	349.64	2,005.17	1,792.30	-	142.55	299.13	277.33	401.11
21.	Performing Residential Mortgages, of which :	-	351.53	181.83	1,014.84	1,039.35	-	314.24	81.89	1,575.36	1,364.32
22.	With a Risk Weight of less than or equal to 35% under the Basel II Standardised Approach for Credit Risk	-	28.26	28.21	449.25	320.25	-	45.30	42.69	864.07	605.64
23.	Securities that are not in default and do not qualify as HQLA, including Exchange Traded Equities	-	-	-	-	-	-	-	-	-	-
24.	Other Assets : (sum of rows 25 to 29)	3,383.13	16,274.37	2,659.55	3,224.65	17884.88	3,080.16	14,982.78	1,474.72	3,341.59	17,736.47
25.	Physical Traded Commodities, including Gold	-	-	-	-	-	-	-	-	-	-
26.	Assets Posted as initial margin for Derivative Contracts and contributions to Default Funds of CCPs	-	423.83	-	-	360.25	-	420.15	-	-	357.13
27.	NSFR Derivative Assets	41.46	-	-	-	41.46	18.12	-	-	-	18.12
28.	NSFR Derivative Liabilities before deduction of variation margin posted	10.63	-	-	-	10.63	2.80	-	-	-	2.80
29.	All Other Assets not included in the above categories	3,331.04	15,850.54	2,659.55	3,224.65	17,472.54	3,059.24	14,562.63	1,474.72	3,341.59	17,358.42
30.	Off-Balance Sheet items	10,198.61	-	-	-	490.73	10,244.63	-	-	-	491.53
31.	Total RSF (14+15+16+24+30)	-	-	-	-	50,909.84	-	-	-	-	47,758.56
32.	Net Stable Funding Ratio (%)	-	-	-	-	134.17%	-	-	-	-	132.38%

(₹ in crore)

Particulars		NSFR Disclosure 30.09.2025					NSFR Disclosure 30.06.2025				
		Un - Weighted value by residual maturity				Weighted value	Un - Weighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥1yr		No maturity	< 6 months	6 months to < 1yr	≥1yr	
		ASF Item					ASF Item				
1.	Capital: (2+3)	9,433.03	-	-	-	9,433.03	9,456.77	-	-	-	9,456.77
2.	Regulatory Capital	9,433.03	-	-	-	9,433.03	9,456.77	-	-	-	9,456.77
3.	Other Capital Instruments	-	-	-	-	-	-	-	-	-	-
4.	Retail Deposits and Deposits from Small Business Customers : (5+6)	14,987.38	16,480.64	14,148.25	2,962.35	44,576.21	14,155.94	22,098.74	7,868.76	3,163.26	40,516.35
5.	Stable Deposits	8,428.65	5,410.74	2,639.64	629.95	16,253.53	8,045.53	7,473.20	586.26	594.88	15,299.74
6.	Less Stable Deposits	6,558.73	11,069.90	11,508.61	2,332.40	28,322.68	6,110.41	14,625.54	7,282.50	2,568.38	25,216.61
7.	Wholesale Funding: (8+9)	3,832.52	9,283.82	6,769.38	810.81	5,143.49	3,691.41	2,718.04	5,247.03	1,357.04	3,982.53
8.	Operational Deposits	-	-	-	-	-	-	-	-	-	-
9.	Other Wholesale Funding	3,832.52	9,283.82	6,769.38	810.81	5,143.49	3,691.41	2,718.04	5,247.03	1,357.04	3,982.53
10.	Other Liabilities : (11+12)	14,170.06	-	-	1,889.37	1,889.37	11,737.13	-	-	6,472.80	6,472.80

(₹ in crore)

Particulars		NSFR Disclosure 30.09.2025					NSFR Disclosure 30.06.2025				
		Un - Weighted value by residual maturity				Weighted value	Un - Weighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥1yr		No maturity	< 6 months	6 months to < 1yr	≥1yr	
			ASF Item				ASF Item				
11.	NSFR Derivative Liabilities										
12.	All Other Liabilities and Equity not included in the above categories	14,170.06	-	-	1,889.37	1,889.37	11,737.13	-	-	6,472.80	6,472.80
13.	Total ASF (1+4+7+10)					61,042.10					60,428.45
			RSF Item				RSF Item				
14.	Total NSFR High-Quality Liquid Assets (HQLA)	-	-	-	-	850.83	-	-	-	-	830.60
15.	Deposits held at Other Financial Institutions for operational purposes	-	-	-	-	-	-	-	-	-	-
16.	Performing Loans and Securities: (17+18+19+21+23)	-	16,982.40	16,133.01	20,184.43	32,209.77	-	14,234.73	19,545.84	18,218.54	30,782.02
17.	Performing Loans to Financial Institutions secured by Level 1 HQLA	-	-	-	-	-	-	-	-	-	-
18.	Performing Loans to Financial Institutions secured by Non-Level 1 HQLA and Unsecured Performing Loans to Financial Institutions	-	62.12	40.90	1,235.34	29.77	-	62.14	55.80	1,318.44	37.22
19.	Performing Loans to Non- Financial Corporate Clients, Loans to Retail and Small Business Customers, and Loans to Sovereigns, Central Banks, and PSEs, of which :	-	16,860.72	16,074.33	16,226.25	30,099.02	-	14,115.03	19,423.50	13,982.93	28,492.72
20.	With a Risk Weight of less than or equal to 35% under the Basel II Standardised Approach for Credit Risk	-	25.57	9.32	804.06	522.64	-	227.18	44.23	810.20	526.63
21.	Performing Residential Mortgages, of which :		59.56	17.78	2,722.84	2,080.98	-	57.56	66.54	2,917.17	2,252.08
22.	With a Risk Weight of less than or equal to 35% under the Basel II Standardised Approach for Credit Risk	-	0.99	3.32	1,360.51	884.33	-	0.90	3.13	1,447.84	941.10
23.	Securities that are not in default and do not qualify as HQLA, including Exchange Traded Equities	-	-	-	-	-	-	-	-	-	-
24.	Other Assets : (sum of rows 25 to 29)	8,476.39	2,101.91	13.99	322.35	9,754.22	6,093.43	2,576.34	21.90	311.33	7,641.83
25.	Physical Traded Commodities, including Gold	-	-	-	-	-	-	-	-	-	-
26.	Assets Posted as initial margin for Derivative Contracts and contributions to Default Funds of CCPs	419.60	-	-	-	356.66	320.05	-	-	-	272.04
27.	NSFR Derivative Assets	5.15	-	-	-	5.15	9.67	-	-	-	9.67
28.	NSFR Derivative Liabilities before deduction of variation margin posted	60.61	-	-	-	3.03	40.42	-	-	-	2.02
29.	All Other Assets not included in the above categories	7,991.03	2,101.91	13.99	322.35	9,389.38	5,723.29	2,576.34	21.90	311.33	7,358.10
30.	Off-Balance Sheet items	10,181.27	-	-	-	489.59	9,073.52	-	-	-	438.28
31.	Total RSF (14+15+16+24+30)	-	-	-	-	43,304.41	-	-	-	-	39,692.73
32.	Net Stable Funding Ratio (%)	-	-	-	-	140.96%	-	-	-	-	152.24%

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3. INVESTMENTS

a) Composition of Investment Portfolio as on 31.03.2026

(₹ in crore)

Particulars		Current Year							Previous Year						
		HTM		AFS	FVTPL		Subsidiaries, Associates & JVs		HTM		AFS	FVTPL		Subsidiaries, Associates & JVs	
		At Cost	Fair Value		HFT	Non-HFT	At Cost	Fair Value	At Cost	Fair Value		HFT	Non-HFT	At Cost	Fair Value
I.	Investments in India														
	(i) Government securities	13,408.99	13,157.80	5,463.65	-	-	-	-	14,365.40	14,442.50	2,820.14	-	-	-	-
	(ii) Other approved securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(iii) Shares	-	-	20.07	3.25	2.93	-	-	-	-	14.83	3.55	2.93	-	-
	(iv) Debentures and Bonds	-	-	-	-	83.61	-	-	-	-	-	-	103.43	-	-
	(v) Subsidiaries, associates and joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(vi) Others	-	-	-	-	35.81	-	-	-	-	-	-	35.41	-	-
	Total	13,408.99	13,157.80	5,483.72	3.25	122.35			14,365.40	14,442.50	2,834.97	3.55	141.77	-	-
	Less: Provisions for impairment / NPI	-	-	-	-	(31.99)			-	-	-	-	(9.99)	-	-
	Net	13,408.99	13,157.80	5,483.72	3.25	90.36			14,365.40	14,442.50	2,834.97	3.55	131.78	-	-
II.	Investments outside India														
	(I) Government securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(ii) Subsidiaries, associates and joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	(iii) Other investments	-	-	0.61	-	-			-	-	0.44	-	-	-	-
	Total	-	-	0.61	-	-			-	-	0.44	-	-	-	-
	Less: Provisions for impairment / NPI	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Net	-	-	0.61	-	-			-	-	0.44	-	-	-	-
	Total investments (I+II)	13,408.99	13,157.80	5,484.33	3.25	90.36	-	-	14,365.40	14,442.50	2,835.41	3.55	131.78	-	-

b) Fair value hierarchy of investment portfolio measured at fair value on 31.03.2026

(₹ in crore)

Particulars		Current Year								Previous Year							
		AFS				FVTPL				AFS				FVTPL			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
I. Investments in India																	
(i) Government securities		5,463.65	-	-	5,463.65	-	-	-	0.00	2,820.14	-	-	2,820.14	-	-	-	0.00
(ii) Other approved securities		-	-	-	0.00	-	-	-	0.00	-	-	-	0.00	-	-	-	0.00
(iii) Shares		-	-	20.07	20.07	3.25	-	2.93	6.18	-	-	14.83	14.83	3.55	-	2.93	6.48
(iv) Debentures and Bonds		-	-	-	0.00	13.05	70.56	-	83.61	-	-	-	0.00	13.03	90.40	-	103.44
(v) Subsidiaries, associates and joint ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(vi) Others		-	-	-	0.00	6.56	-	29.25	35.81	-	-	-	0.00	2.81	-	32.60	35.41
Total		5,463.65	0.00	20.07	5,483.72	22.86	70.56	32.18	125.60	2,820.14	0.00	14.83	2,834.97	19.39	90.40	35.53	145.32
II. Investments outside India																	
(i) Government securities (including local authorities)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Subsidiaries, associates and joint ventures																	
(iii) Other investments		-	-	0.61	0.61	-	-	-	0.00	-	-	0.44	0.44	-	-	-	0.00
Total		0.00	0.00	0.61	0.61	0.00	0.00	0.00	0.00	0.00	0.00	0.44	0.44	0.00	0.00	0.00	0.00
Total investments (I+II)		5,463.65	0.00	20.68	5,484.33	22.86	70.56	32.18	125.60	2,820.14	0.00	15.28	2,835.41	19.39	90.40	35.53	145.32

c) Net gains / (losses) on Level 3 financial instruments recognized in AFS-Reserve and Profit and Loss Account

(₹ in crore)

Particulars	Current Year	Previous Year
Recognised in AFS-Reserve*	13.82	9.77
Recognised in Profit and Loss Account	-	-

* Net of tax

d) Details of sales made out of HTM

(₹ in crore)

	Particulars	Current Year	Previous Year
A	Opening carrying value of securities in HTM	14,365.40	13,080.28
B	Carrying value of all HTM securities sold during the year	1,167.57	610.87
C	Less: Carrying values of securities sold under situations exempted from regulatory limit	520.74	26.04
D	Carrying value of securities sold (D=B-C)	646.83	584.83
E	Securities sold as a percentage of opening carrying value of securities in HTM (E=D÷A)	4.50%	4.47%
	Amount transferred to Capital Reserve in respect of HTM securities which were sold at a gain	16.08	10.99

e) Reclassification between categories of investments

During the FY 25-26, the bank has not reclassified investments between the categories

f) Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
i)	Movement of provision held towards Depreciation on Investments		
	a) Opening Balance	0.00	5.01
	b) Add : Provision made during the year	0.00	0.00
	c) Less : Write-off / Write-back of excess provision during the year	0.00	5.01
	d) Closing Balance	0.00	0.00
ii)	Movement of Investment Fluctuation Reserve		
	a) Opening Balance	135.68	85.68
	b) Add : Amount transferred during the year	30.00	50.00
	c) Less : Drawdown	0.00	0.00
	d) Closing Balance	165.68	135.68
iii)	Closing Balance in IFR as a percentage of Closing Balance of Investments in AFS and FVTPL (including HFT) /category	2.95%	4.55%

g) Sale and Transfers to / from HTM category :

The carrying value of the securities sold from HTM category after considering the exemptions allowed by RBI doesn't exceed 5 percent of the opening carrying value of investments held in HTM category.

h) Non-SLR Investment portfolio :

i) Non - Performing Non - SLR Investments

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
a)	Opening Balance	1.93	3.48
b)	Additions during the year since 1 st April	0.00	0.00
c)	Reductions during the above period	0.00	1.55
d)	Closing Balance	1.93	1.93
e)	Total Provisions held	1.99	1.99

ii) Issuer Composition of Non - SLR Investments

(₹ in crore)

Sl. No.	Issuer	Amount		Extent of Private Placement		Extent of below "Investment Grade" Securities		Extent of "Unrated Securities"		Extent of "Unlisted Securities"	
(1)	(2)	(3)		(4)		(5)		(6)		(7)	
		Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
a)	PSUs	2.50	2.52	1.98	2.02	Nil	Nil	Nil	Nil	1.60	1.60
b)	Financial Institutions	0.78	1.04	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c)	Banks	84.57	104.70	23.06	22.97	Nil	Nil	Nil	Nil	Nil	Nil
d)	Private Corporates	0.94	0.66	Nil	0.33	Nil	Nil	Nil	1.55	Nil	0.33
e)	Subsidiaries / Joint Ventures	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f)	Others (Security Receipts / SWIFT Shares / CCIL Pref Shares)	57.49	51.67	50.93	48.87	Nil	Nil	Nil	Nil	50.93	48.87
	Total	146.28	160.59	76.29	74.19	Nil	Nil	Nil	1.55	52.53	50.80
g)	Less: Provision for investment including NPI	31.99	9.99	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Total	114.29	150.60	76.29	74.19	Nil	Nil	Nil	1.55	52.53	50.80

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i) Repo Transactions (in face value & Market Value terms)

(₹ in crore)

Particulars	Minimum Outstanding during the year		Maximum Outstanding during the year		Daily Average Outstanding during the year		As at 31 st March 2026	
	F.V.	M.V.	F.V.	M.V.	F.V.	M.V.	F.V.	M.V.
Securities sold under RBI Repo								
a) Government Securities	164.99	166.65	767.08	772.23	39.62	39.75	521.30	511.94
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities purchased under RBI Reverse Repo								
a) Government Securities	28.79	31.00	696.72	700.00	2.46	2.51	Nil	Nil
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities sold under Market Repo								
a) Government Securities	123.90	122.75	800.27	795.78	25.45	25.44	Nil	Nil
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities purchased under Market Reverse Repo								
a) Government Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities sold under Tri-Party Repo								
a) Government Securities	25.22	25.22	1,443.44	1,434.88	399.93	395.72	Nil	Nil
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities purchased under Tri-Party Repo								
a) Government Securities	98.81	100.00	1,868.47	1,859.00	74.81	74.07	1,749.97	1,719.19
b) Corporate Debt Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Any Other Securities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

j) Government Security Lending (GSL) transactions (in market value terms)

(₹ in crore)

Particulars	Minimum outstanding during the year		Maximum outstanding during the year		Daily average outstanding during the year		Total volume of transactions during the year		Outstanding as on 31 st March	
	C.Y.	P.Y.	C.Y.	P.Y.	C.Y.	P.Y.	C.Y.	P.Y.	C.Y.	P.Y.
Securities lent through GSL Transactions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities borrowed through GSL Transactions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities placed as collateral under GSL Transactions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Securities received as collateral under GSL Transactions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

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4. ASSET QUALITY

a) Classification of advances and provisions held as on 31st March, 2026

(₹ in crore)

Particulars	Standard	Non-Performing				Total 6=(1)+(5)
	Total Standard Advances	Sub - Standard	Doubtful	Loss	Total Non - Performing Advances (5)=(2)+(3)+(4)	
	(1)	(2)	(3)	(4)	(5)=(2)+(3)+(4)	
Gross Standard Advances and NPAs						
Opening Balance	51,428.19	439.17	1,043.52	155.48	1,638.17	53,066.36
Add : Additions during the year					744.84	
Less : Reductions during the year					1,109.93	
Closing Balance	65,425.75	357.91	731.81	183.36	1,273.08	66,698.83
Reductions in Gross NPAs due to:					1,109.93	
i) Upgradation					269.62	
ii) Recoveries (excluding recoveries from upgraded accounts)					441.51	
iii) Technical / Prudential Write-offs					387.43	
iv) Write-offs other than those under (iii) above					11.37	
Provisions (excluding Floating Provisions)						
Opening Balance of Provisions held	268.63	71.72	743.54	169.84	985.10	1,253.73
Add : Fresh Provisions made during the year					254.00	
Less : Excess Provision reversed / Write-off loans					415.44	
Closing Balance of Provisions held	327.63	55.72	572.89	195.05	823.66	1,151.29
Net NPA						
Opening Balance		367.45	299.98	-14.36	653.07	
Add : Fresh Additions during the year					555.61	
Less : Reductions during the year					759.26	
Closing Balance		302.19	158.92	-11.69	449.42	
Floating Provisions						
Opening Balance						0.00
Add : Additional Provisions made during the year						0.00
Less : Amount drawn down during the year						0.00
Closing Balance of Floating Provisions						
Technical write-offs and the recoveries made thereon						
Opening Balance of Technical / Prudential written-off accounts						1,333.88
Add : Technical / Prudential write-offs during the year						387.43
Less: Recoveries made from previously Technical / Prudential written-off accounts during the year						221.28
Closing Balance						1,500.03

b) Classification of Advances and Provisions held as on 31st March, 2025

(₹ in crore)

Particulars	Standard	Non-Performing				Total 6=(1)+(5)
	Total Standard Advances	Sub - Standard	Doubtful	Loss	Total Non - Performing Advances	
	(1)	(2)	(3)	(4)	(5)=(2)+(3)+(4)	
Gross Standard Advances and NPAs						
Opening Balance	44,627.04	427.40	1,266.88	160.15	1,854.43	46,481.47
Add : Additions during the year					814.96	
Less : Reductions during the year					1,031.22	
Closing Balance	51,428.19	439.17	1,043.52	155.48	1,638.17	53,066.36
Reductions in Gross NPAs due to:					1,031.22	
i) Upgradation					252.90	
ii) Recoveries (Excluding Recoveries from Upgraded Accounts)					581.54	
iii) Technical / Prudential Write-offs					162.09	
iv) Write-offs other than those under (iii) above					34.69	
Provisions (Excluding Floating Provisions)						
Opening Balance of Provisions held	268.63	72.15	720.30	163.30	955.75	1,224.38
Add : Fresh Provisions made during the year					255.00	
Less : Excess Provision reversed / Write-off Loans					225.65	
Closing Balance of Provisions held	268.63	71.72	743.54	169.84	985.10	1,253.73
Net NPA						
Opening Balance		355.25	546.58	-3.15	898.68	
Add : Fresh Additions during the year					640.36	
Less : Reductions during the year					885.97	
Closing Balance		367.45	299.98	-14.36	653.07	
Floating Provisions						
Opening Balance						0.00
Add : Additional Provisions made during the year						0.00
Less : Amount drawn down during the year						0.00
Closing Balance of Floating Provisions						0.00
Technical write-offs and the recoveries made thereon						
Opening Balance of Technical / Prudential written-off Accounts						1,354.25
Add : Technical / Prudential write-offs during the year						162.09
Less : Recoveries made from previously Technical/ Prudential written-off Accounts during the year						182.46
Closing Balance						1,333.88

Ratios in Percentage	31 st March 2026	31 st March 2025
Gross NPA to Gross Advances (%)	1.91%	3.09%
Net NPA to Net Advances (%)	0.68%	1.25%
Provision Coverage Ratio (%)	84%	78%

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c) Sector-wise Advances and Gross NPAs - 31st March, 2026

(₹ in crore)

Sl. No.	Sector	31 st March, 2026		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
I.	Priority Sector			
a)	Agriculture and Allied Activities of which	10,843.40	144.35	1.33
	Agri Farm Credit	9,688.27	88.53	0.91
	Agri Ancillary Activities	1,125.55	55.82	4.96
b)	Industry of which	15,086.06	321.80	2.13
	Textiles	4,639.28	149.21	3.22
	Basic Metal & Metal Products	2,480.76	209.00	8.42
c)	Services of which	9,918.20	201.08	2.03
	Small Services	4,178.21	79.90	1.91
	Micro Services	4,043.26	99.51	2.46
	Medium Services	1,696.73	21.67	1.28
d)	Personal Loans of which	684.42	62.90	9.19
	Housing	555.47	22.48	4.05
	Education	128.95	38.99	30.24
	Sub total (I) = (a+b+c+d)	36,532.08	730.13	2.00
II.	Non-Priority Sector			
a)	Agriculture and Allied Activities	0.00	0.00	0.00
b)	Industry of which	586.03	79.48	13.56
	Basic Metal & Metal Products	135.78	0.00	0.00
	Textiles	55.73	2.03	3.64
	Paper & Paper Products	88.65	76.62	86.43
c)	Services	9,187.91	350.63	3.82
	Wholesale Trade	321.31	16.04	4.99
	Real Estate	4,940.80	26.10	0.53
	NBFC	1,737.23	2.33	0.13
	Business Enterprises	2,188.57	248.02	11.33
d)	Personal loans	20,392.81	112.84	0.55
	Non Agri JL	10,741.30	3.37	0.03
	Housing Loan	2,165.35	37.69	1.74
	Other Personal (Consumption)	2,174.85	71.78	3.30
	Sub total (II) = (a+b+c+d)	30,166.75	542.95	1.80
	Total (I + II)	66,698.83	1,273.08	1.91

Sector-wise Advances and Gross NPAs - 31st March, 2025

(₹ in crore)

Sl. No.	Sector	31 st March, 2025		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
I.	Priority Sector			
a)	Agriculture and Allied Activities of which	8,787.16	175.90	2.00
	Agri Farm Credit	7,974.79	2.02	0.03
	Agri Ancillary Activities	770.31	84.35	10.95
b)	Industry of which	13,308.76	531.49	3.99
	Textiles	4,424.99	204.89	4.63
	Basic Metal & Metal Products	1,998.22	20.34	1.02
c)	Services of which	8,631.37	270.74	3.14
	Small Services	3,715.56	131.34	3.53
	Micro Services	3,232.40	135.40	4.19
	Medium Services	1,412.83	4.77	0.34
d)	Personal Loans of which	558.21	63.28	11.34
	Housing	496.22	20.86	4.20
	Education	61.99	42.41	68.41
	Sub total (I) = (a+b+c+d)	31,285.50	1,041.41	3.33
II.	Non-Priority Sector			
a)	Agriculture and Allied Activities	0.00	0.00	0.00
b)	Industry of which	477.18	78.91	16.54
	Basic Metal & Metal Products	186.02	0.00	0.00
	Textiles	55.97	0.00	0.00
	Paper & Paper Products	78.66	78.58	99.90
c)	Services	10,524.58	383.79	3.65
	Wholesale Trade	897.60	126.70	14.12
	Real Estate	3,651.30	58.91	1.61
	NBFC	1,417.31	3.54	0.25
	Business Enterprises	1,657.32	151.74	9.16
d)	Personal Loans	10,779.10	134.06	1.24
	Non Agri JL	6,645.30	3.55	0.05
	Housing Loan	2,019.14	55.65	2.76
	Other Personal (Consumption)	1,073.29	74.85	6.97
	Sub total (II) = (a+b+c+d)	21,780.86	596.76	2.74
	Total (I + II)	53,066.36	1,638.17	3.09

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d) Overseas Assets, NPAs and Revenue :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total Assets	Nil	Nil
Total NPAs	Nil	Nil
Total Revenue	Nil	Nil

e) Particulars of Resolution Plan and Restructuring :
Particulars of Resolution Plan

No accounts were resolved as per 'Prudential Framework for Resolution of Stressed Assets' issued vide circular DBR.No.BP.BC.45/21.04.048/2018-19 dated June 7, 2019.

f) Divergence in Asset Classification and Provisioning :

In terms of RBI Circular No.DOR.ACC.REC.No.86/21.04.018/2025-26 dated November 28, 2025 (Updated as on April 1, 2026) Banks are required to disclose the Divergence in Asset Classification and Provisioning consequent to RBI's annual supervisory review process if such divergence exceeds the threshold prescribed by the RBI. The Inspection of Supervisory Evaluation (ISE 2025) for the position as on 31.03.2025 by RBI was completed and there was no reportable Divergence in Asset Classification and Provisioning for NPAs.

g) Disclosures as per 'Master Direction - Reserve Bank of India' (Transfer of Loan Exposures) direction 2021 dated September 24, 2021 for the Loans Transferred / Acquired during the year ended March 31, 2026 are given below :
(i) The details of Non Performing Loans Transferred to ARC :

(₹ in crore)

Details of stressed loans transferred during the year - through Lead Bank under consortium arrangements.			
Particulars	To ARCs	To Permitted Transferees	To Other Transferees (please specify)
No of Accounts	-	-	-
Aggregate principal outstanding of Loans transferred	-	-	-
Weighted average residual tenor of the Loans transferred (in year)	-	-	-
Net Book Value of Loans transferred (at the time of transfer)	-	-	-
Aggregate consideration	-	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-

ii) The Bank has not transferred any special mention accounts (SMA) & Loan not in default.

iii) The details of loans not in default acquired through assignment during the Year.

(₹ in crore)

Sl. No.	Particulars	Secured Portfolio	UnSecured Portfolio
1.	Aggregate amount of loans acquired	105.56	117.47
2.	Weighted average residual maturity (in Years)	8.57	7.25
3.	Weighted average holding period by originator (in years)	1.39	3.56
4.	Retention of beneficial economic interest by the originator	26.39	29.37
5.	Tangible security Coverage	329%	0.00%
6.	Rating wise distribution of rated loans	Not Rated	Not Rated

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iv) Disclosure on Stressed Loans transferred or Acquired :

(₹ in crore)

Details of Loans Acquired during the year		
Particulars	From SCBs, RRBs, UCBs, StCBs, DCCBs, AIFs, SFBs and NBFCs including Housing Finance Companies (HFCs)	From ARCs
Aggregate Principal Outstanding of Loans acquired	-	-
Aggregate consideration paid	-	-
Weighted average Residual Tenor of Loans acquired	-	-

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(v) Details of recovery ratings assigned to Security Receipts outstanding as on March 31, 2026

(₹ in crore)

Recovery Ratings	Anticipated Recovery as per Recovery Ratings	Carrying Value
RR1	>100% upto 150%	29.25
Total	-	29.25

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(vi) Disclosure on Co-Lending Arrangements (CLA)

(₹ in crore)

Particulars	As at March 31, 2026
Amount of Gross outstanding (₹)	Nil
Weighted average rate of interest (%)	Nil
Fees charged/ paid during the quarter (₹)	Nil
Broad sectors in which CLA was made	Nil
Performance of loans under CLA (₹)	
• Standard loans	Nil
• Non-Performing loans	
Details related to default loss guarantee (₹)	Nil

(vii) Non-Fund Based (NFB) Credit Facilities

(₹ in crore)

Sl. No.	Particulars	As at 31st March 2026		As at 31st March 2025	
		Secured Portion	Unsecured Portion	Secured Portion	Unsecured Portion
I	Outstanding Guarantees				
	i) In India	2,038.09	121.01	1,643.66	102.70
	ii) Outside India	96.38	34.74	70.64	25.46
II	Acceptances, Endorsements and other	162.46	38.07	197.32	23.03
III	Other NFB Credit facilities	-	-	-	-

h) Fraud Accounts :

Number of frauds reported, amount involved in such frauds, quantum of provisions made during the year and quantum of unamortised provision debited from "Other Reserves" as at the end of the year.

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
a)	Number of frauds reported during the year	12	12
b)	Amount involved in fraud	32.65	15.85
c)	Amount of Provisions made for such fraud	32.50	13.05
d)	Amount of Unamortised Provision debited from 'Other Reserves' as at the end of the year	-	-
e)	Amount of Unamortised Provision credited by making Provisions in the subsequent quarters of FY 2025 - 26	-	-

i) Disclosure related to project finance:

(₹ in crore)

Sl. No.	Item Description	Number of accounts	Total Outstanding
1	Projects under implementation accounts at the beginning of the quarter.	Nil	Nil
2	Projects under implementation accounts sanctioned during the quarter.	Nil	Nil
3	Projects under implementation accounts where DCCO has been achieved during the quarter	Nil	Nil
4	Projects under implementation accounts at the end of the quarter. (1+2-3)	Nil	Nil

Disclosure related to project finance (contd.)

(₹ in crore)

Sl. No.	Item Description	Number of accounts	Total Outstanding
5	Out of '4' – accounts in respect of which resolution process involving extension in original / extended DCCO, as the case may be, has been invoked.	Nil	Nil
5.1	Out of '5' – accounts in respect of which Resolution plan has been implemented.	Nil	Nil
5.2	Out of '5' – accounts in respect of which Resolution plan is under implementation.	Nil	Nil
5.3	Out of '5' – accounts in respect of which Resolution plan has failed.	Nil	Nil
6	Out of '5', accounts in respect of which resolution process involving extension in original / extended DCCO, as the case may be, has been invoked due to change in scope and size of the project.	Nil	Nil
7	Out of '5', account in respect of which cost overrun associated with extension in original / extended DCCO, as the case may be, was funded	Nil	Nil
7.1	Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	Nil	Nil
7.2	Out of '7', accounts where SBCF was not presanctioned or renewed continuously	Nil	Nil
8	Out of '4' – accounts in respect of which resolution process not involving extension in original / extended DCCO, as the case may be, has been invoked.	Nil	Nil
8.1	Out of '8' – accounts in respect of which Resolution plan has been implemented.	Nil	Nil
8.2	Out of '8' – accounts in respect of which Resolution plan is under implementation.	Nil	Nil
8.3	Out of '8' – accounts in respect of which Resolution plan has failed.	Nil	Nil

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- j) Disclosure with reference to RBI circular DOR. No. BP. BC/3/21.04.048/2020-21 dt 06th August, 2020 on "Resolution Framework for COVID-19 -related stress" (Resolution Framework 1.0) and DOR.STR.REC.11/21.04.048/2021-22 dated 5th May 2021 (Resolution Framework 2.0 -Covid-19 related stress of Individuals and Small Business") are given below:

(₹ in crore)

Format B					
Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of Resolution Plan - Position as at the end of the previous half-year (Sep 2025) (A)	Of (A), aggregate debt that slipped into NPA during the half-year (March' 2026)	Of (A) amount written off during the half-year (March' 2026)	Of (A) amount paid by the borrowers during the half-year (March' 2026) #	Exposure to accounts classified as Standard consequent to implementation of Resolution Plan - Position as at the end of this half-year (March 2026)
Personal Loans	127.14	3.78	0.00	17.57	108.25
Corporate Persons*	120.96	0.00	0.00	1.25	120.74
<i>Of which MSMEs</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>
Others	108.78	0.90	0.00	14.82	99.82
Total	356.88	4.68	0.00	33.64	328.81

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

Represents Net movement in Balances.

5. EXPOSURES

a) Exposure to Real Estate Sector

(₹ in crore)

	Category	31 st March 2026	31 st March 2025
A)	Direct exposure		
	(i) Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits *	2,823.79	2,622.71
	(ii) Commercial Real Estate - Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development, and construction, etc.). Exposure would also include non-fund based (NFB) limits (Fund based Rs. 5533.74 cr + NFB Rs. 25.28 cr)	5,559.02	3,996.26
	(iii) Investment in Mortgage Backed Securities (MBS) and Other Securitised Exposures -		
	a. Residential	Nil	Nil
	b. Commercial Real Estate	Nil	Nil
B)	Indirect Exposure		
	Fund Based and Non-Fund Based Exposures to National Housing Bank (NHB) and Housing Finance Companies (HFCs)	Nil	Nil
	Total Exposure to Real Estate Sector	8,382.81	6,618.97

* includes individual housing loans eligible for inclusion in priority sector advances amounting to ₹555.47 cr (P.Y. ₹496.22 cr) for the year ended 31st March, 2026.

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b) Exposure to Capital Market

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
1.	Direct Investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds, the corpus of which is not exclusively invested in corporate debt.	12.35	5.92
2.	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investments in shares (including IPOs / ESOPs), convertible bonds, convertible debentures and units of equity-oriented mutual funds.	0.00	0.00
3.	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security.	3.35	2.81
4.	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e., where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances.	0.00	0.00
5.	Secured and Unsecured Advances to stock brokers and guarantees issued on behalf of stock brokers and market makers.	0.00	0.50
6.	Loans sanctioned to corporates against security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources.	0.00	0.00
7.	Bridge loans to companies against expected equity flows / issues.	0.00	0.00
8.	Underwriting commitments taken up by the Banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds.	0.00	0.00
9.	Financing to stock brokers for margin trading.	0.00	0.00
10.	All exposures to venture capital funds (both registered and unregistered).	0.00	0.00
	Total Exposure to Capital Market	15.70	9.23

c) Risk Category-wise Country Exposure *

(₹ in crore)

Risk Category	Exposure (net) as at March 2026	Provision held as at March 2026	Exposure (net) as at March 2025	Provision held as at March 2025
Insignificant	647.11	Nil	564.04	Nil
Low	54.60	Nil	67.70	Nil
Moderately Low	2.33	Nil	8.64	Nil
Moderate	3.84	Nil	13.55	Nil
Moderately High	0.28	Nil	Nil	Nil
High	Nil	Nil	Nil	Nil
Very High	Nil	Nil	3.81	Nil
Total	708.16	2.25	657.75	2.25

* based on categorization followed by Export Credit Guarantee Corporation of India Ltd.

Regarding additional provision, none of the exposure to single country has exceeded 1% of total assets for the position as on 31.03.2026. The existing provision of ₹2.25 crore is considered adequate to meet further requirement, if any.

d) Unsecured Advances :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total unsecured advances of the Bank	262.63	218.15
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	0.00	0.00
Estimated value of such Intangible Securities	0.00	0.00

e) Factoring Exposures : There is no exposures on factoring during the year.

f) Intra-Group Exposures :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total amount of Intra Group Exposure	Nil	Nil
Total amount of Top 20 Intra Group Exposure	Nil	Nil
Percentage of Intra Group Exposure to Total Exposure of the Bank on Borrower / Customer	Nil	Nil
Details of breach of limit on Intra Group Exposure and regulatory action there on if any	Nil	Nil

Hence explanation to rationale behind model is not applicable.

g) Unhedged Foreign Currency Exposure :

- | | |
|---|---|
| <p>(i) In terms of RBI circular No. DOR. /2025-26/157 DOR. CRE. REC.76/07-02-001/2025-26 dated November 28, 2025 with regard to Chapter VII of RBI Directions on Commercial Banks – Credit Risk Management to entities with Unhedged Foreign Currency Exposure (UFCE) to maintain adequate provisioning / capital for the same. Bank has a policy approved by the Board of Directors.</p> | <p>(ii) The provision required for UFCE as on 31.03.2026 is ₹ 2.02 crore against which a provision of ₹ 2.72 crore is already held.</p> <p>(iii) The incremental capital requirement for the UFCE as on 31.03.2026 is ₹ 0.79 Crore, since no additional risk weight is required to be included.</p> |
|---|---|

h) Loans against Gold and Silver Collaterals:

As per RBI/DOR/2025-26/154 - DOR.CRE.REC.73/07-01-001/2025-26 dated November 28, 2025 on the Reserve Bank of India (Commercial Banks – Credit Facilities) Directions, 2025, the disclosures with respect to Loans against gold and silver collateral and auctions – the bank has decided to carry out the operations from 1st April 2026.

Hence, there is no requirement of any disclosure in this regard for the year ended 31.03.2026.

Particulars	Loan Outstanding		Average ticket size (₹ Crore)	Average LTV ratio	Gross NPA (%)
	₹ Crore	As % of Total Loans			
1. Opening balance of the FY (a)+(b) (a) Consumption loans of which bullet repayment loans (b) Income generating loans					
2. New loans sanctioned and disbursed during the FY (c)+(d) (c) Consumption loans of which bullet repayment loans (d) Income generating loans					
3. Renewals sanctioned and disbursed during the FY					
4. Top-up loans sanctioned and disbursed during the FY					
5. Loans repaid during the FY (e)+(f) (e) Consumption loans of which bullet repayment loans (f) Income generating loans					
6. Non-Performing Loans recovered during the FY (g) + (h) (g) Consumption loans of which bullet repayment loans (h) Income generating loans					
7. Loans written off during the FY (i) + (j) (i) Consumption loans of which bullet repayment loans (j) Income generating loans					
8. Closing balance at the end of FY (k) + (l) (k) Consumption loans of which bullet repayment loans (l) Income generating loans					

Not Applicable

I) Exposures to Related Parties

(₹ in crore)

Sl.No.	Particulars	Previous Year	Current Year
A. Loans to Related Parties			
1.	Aggregate value of loans sanctioned to related parties during the year	-	-
2.	Aggregate value of outstanding loans to related parties as on 31 st March	-	-
3.	Aggregate value of outstanding loans to related parties as a proportion of total credit exposure as on 31 st March (in %)		
4.	Aggregate value of outstanding loans to related parties which are categorized as: (i) Special Mention Accounts as on 31 st March (ii) Non-Performing Assets as on 31 st March	-	-
5.	Amount of provisions held in respect of loans to related parties as on 31 st March	-	-
B. Contracts and Arrangements involving Related Parties			
6.	Aggregate value of contracts and arrangements awarded to related parties during the year	0.27	0.36
7.	Aggregate value of outstanding contracts and arrangements involving related parties as on 31 st March	0.04	NA*

*As on 31st March 2026, the Bank does not have any related party.

6. CONCENTRATION OF DEPOSITS, ADVANCES, EXPOSURES AND NPAS :
a) Concentration of Deposits

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total Deposits of twenty largest depositors	10123.61	7703.39
Percentage of Deposits of twenty largest depositors to total Deposits of the Bank	12.93%	12.13%

b) Concentration of Advances

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total Advances to twenty largest borrowers	4554.80	2710.65
Percentage of Advances to twenty largest borrowers to total Advances of the Bank	6.83%	5.11%

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c) Concentration of Exposures

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total Exposure to twenty largest borrowers / customers	5095.89	3406.54
Percentage of Exposures to twenty largest borrowers / customers to total Exposure of the Bank on borrowers / customers	6.63%	5.61%

d) Concentration of NPAs

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Total Exposure to top twenty NPA accounts	349.34	447.28
Percentage of Exposures to twenty largest NPA exposure to total Gross NPAs	27.44%	27.30%

7. DERIVATIVES

a) Details of derivative portfolio

(₹ in crore)

Particulars	31 st March 2026			31 st March 2025		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Interest Rate Derivatives						
MTM - Assets	Nil	Nil	Nil	Nil	Nil	Nil
MTM - Liabilities	Nil	Nil	Nil	Nil	Nil	Nil
Net Gain/ Loss recognised in Profit & Loss Account	Nil	Nil	Nil	Nil	Nil	Nil
Exchange Rate Derivatives						
MTM - Assets	Nil	Nil	Nil	Nil	Nil	Nil
MTM - Liabilities	Nil	Nil	Nil	Nil	Nil	Nil
Net Gain/ Loss recognised in Profit & Loss Account	Nil	Nil	Nil	Nil	Nil	Nil
Credit Risk Derivatives						
MTM - Assets	Nil	Nil	Nil	Nil	Nil	Nil
MTM - Liabilities	Nil	Nil	Nil	Nil	Nil	Nil
Net Gain/ Loss recognised in Profit & Loss Account	Nil	Nil	Nil	Nil	Nil	Nil
Other Derivatives (Currency)						
MTM - Assets	254.10	Nil	Nil	68.03	Nil	Nil
MTM - Liabilities	-212.64	Nil	Nil	-30.04	Nil	Nil
Net Gain/ Loss recognised in Profit & Loss Account	41.46	Nil	Nil	37.99	Nil	Nil

b) Forward Rate Agreement / Interest Rate Swap

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
(i)	The notional principal of swap agreements	Nil	Nil
(ii)	Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	Nil	Nil
(iii)	Collateral required by the Bank upon entering into swaps	Nil	Nil
(iv)	Concentration of credit risk arising from the swaps	Nil	Nil
(v)	The fair value of the swap book	Nil	Nil

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c) Exchange Traded Interest Rate Derivatives

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
(i)	Notional principal amount of exchange traded interest rate derivatives undertaken during the year (instrument-wise)	Nil	Nil
(ii)	Notional principal amount of exchange traded interest rate derivatives outstanding (instrument-wise)	Nil	Nil
(iii)	Notional principal amount of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument-wise)	Nil	Nil
(iv)	Mark-to-Market value of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument-wise)	Nil	Nil

d) Disclosures on Risk Exposure in Derivatives :

i) Qualitative Disclosure

1. Structure and Organisation for Management of risk in derivatives trading.

Operations in the Treasury are segregated into three functional areas, namely Front office, Mid-office and Back-office, equipped with necessary infrastructure and trained officers, whose responsibilities are well defined. The Bank enters into plain vanilla forward contracts only to backup/cover customer transactions as also for proprietary trading purpose. The Bank also enters into trades in exchange traded currency futures for proprietary trading purpose.

The Integrated Treasury policy of the Bank clearly lays down the scope of usages, approval process as also the limits like the open position limits, deal size limits and stop loss limits for trading.

The Mid Office is handled by Risk Management Department. Daily report is generated by Risk Management department for appraisal of the risk profile to the senior management for Asset and Liability management.

2. Scope and nature of risk measurement, risk reporting and risk monitoring systems.

Outstanding forward contracts are monitored by Risk Management Department against the limits

(Counterparty, Stop Loss, Open Position, VaR, Aggregate Gap) fixed by the Board and approved by RBI (wherever applicable) and exceedings, if any, are reported to the Appropriate Authority / Board for ratification.

3. Policies for hedging and / or mitigating and strategies and processes for monitoring the continuing effectiveness of hedges / mitigants.

The Bank's policy lays down that the transactions with the corporate clients are to be undertaken only after the inherent credit exposures are quantified and approved for customer appropriateness and suitability and necessary documents like ISDA agreements etc. are duly executed. The Bank adopts Current Exposure Method for monitoring the credit exposures.

While sanctioning the limits, the competent authority stipulates condition of obtaining collaterals / margin as deemed appropriate. The derivative limits are reviewed periodically along with other credit limits.

4. Accounting policy for recording the hedge and non-hedge transactions, recognition of Income premiums and discounts, valuation of outstanding contracts, provisioning, collateral and credit risk mitigation.

Valuation of outstanding forward contracts are done as per FEDAI guidelines in force. Marked to market profit & loss are taken to Profit & Loss account. MTM profit & loss calculated as per Current Exposure method are taken into account while sanctioning forward contract limits to customers and collaterals/cash margins are prescribed for credit and market risks. Exchange traded Currency futures are market to market on daily basis and MTM gain/losses to Profit and Loss account.

The Bank undertakes foreign exchange forward contracts for its customers and hedges them with other banks. The credit exposure on account of forward contracts is also considered while arriving at the total exposure of each customer/borrower and counter party banker. The bank also deals with other banks in proprietary trading duly adhering to risk limits permitted by RBI, set in the policy and is monitored by mid office. The Marked to Market values are monitored on monthly basis for foreign exchange forward contracts. The credit equivalent is computed under current exposure method. The operations are conducted in terms of the policy guidelines issued by Reserve Bank of India from time to time and as approved by the Board of the Bank.

ii) Quantitative Disclosures :

(₹ in crore)

Sl. No.	Particulars	Currency Derivatives		Interest Rate Derivatives	
		31.03. 2026	31.03. 2025	31.03. 2026	31.03. 2025
(i)	Derivatives (Notional Principal Amount)				
	a) for hedging	4,163.13	2,031.13	Nil	Nil
	b) for trading	9,094.93	6,060.33	Nil	Nil
(ii)	Marked to Market Positions				
	a) Assets (+)	254.10	68.03	Nil	Nil
	b) Liability (-)	-212.64	-30.04	Nil	Nil
(iii)	Credit Exposure @	454.78	323.07	Nil	Nil
(iv)	Likely impact of one percentage change in interest rate (100 * PV01)				
	a) on hedging derivatives	Nil	Nil	Nil	Nil
	b) on trading derivatives	Nil	Nil	Nil	Nil
(v)	Maximum and Minimum of (100 * PV01) observed during the year				
	a) on hedging	Nil	Nil	Nil	Nil
	b) on trading	Nil	Nil	Nil	Nil

@ → Out of the total credit exposure of ₹454.78 crore (FY:24-25 ₹ 323.07 crore), exposure to the tune of ₹ 362.47 crore (FY:24-25 ₹ 276.28 crore) is accepted for guaranteed settlement by Clearing Corporation of India (CCIL) and exposure to the tune of ₹ 70.52 crore (FY:24-25 ₹ 18.79 crore) are other Inter-Bank deals not guaranteed by CCIL. Balance of ₹ 21.79 crore (FY:24-25 ₹28.00 crore) is out of forward contracts outstanding with customers.

Derivatives includes forward contracts booked for Non Resident Customers for hedging their FCNR (B) Deposits. While the forward contracts are marked to market on monthly basis as per FEDAI guidelines and the MTM gains/losses are accounted in Profit and Loss accounts, the interest expenses on FCNR (B) deposits are accounted on accrual basis up to the end of the relevant account period.

e) Credit Default Swaps :

The bank has not entered into Credit Default Swaps during the current Financial Year.

8. DISCLOSURES RELATING TO SECURITIZATION

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
1.	No. of SPEs holding assets for securitization transactions originated by the originator.		
2.	Total amount of securitized assets as per books of the SPEs		
3.	Total amount of exposures retained by the originator to comply with MRR as on the date of Balance Sheet		
	a) Off-Balance Sheet Exposures		
	● First loss		
	● Others		
	b) On-Balance Sheet Exposures		
	● First loss		
	● Others		
4.	Amount of Exposures to securitization transactions other than MRR		
	a) Off-Balance Sheet Exposures		
	i) Exposure to own securitizations		
	● First loss		
	● Others		
	ii) Exposure to third party securitizations		
	● First loss		
	● Others		
	b) On-Balance Sheet Exposures		
	i) Exposure to own securitizations		
	● First loss		
	● Others		
	ii) Exposure to third party securitizations		
	● First loss		
	● Others		
5.	Sale consideration received for the securitized assets and gain / loss on sale on account of securitisation		
6.	Form and quantum (outstanding value) of services provided by way of, liquidity support, post-securitization asset servicing, etc.,		
7.	Performance of facility provided		
	(a) Amount paid		
	(b) Repayment received		
	(c) Outstanding amount		

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
8.	Average default rate of portfolios observed in the past.	↓	↓
9.	Amount and number of additional / top up loan given on same underlying asset.	NIL	NIL
10.	Investor complaints (a) Directly / Indirectly received and; (b) Complaints outstanding	↑	↑

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9. OFF BALANCE SHEET SPVs SPONSORED :

(₹ in crore)

Name of the SPV sponsored	
Domestic	Overseas
Nil	Nil

10. TRANSFERS TO DEPOSITOR EDUCATION AND AWARENESS FUND (DEA FUND) :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Opening Balance of amounts transferred to DEAF	124.88	94.64
Add : Amounts transferred to DEAF during the year	23.79	33.29
Less : Amounts reimbursed by DEAF towards claims	1.65	3.05
Closing Balance of amounts transferred to DEAF	147.02	124.88

The closing balance of the amount transferred to DEA Fund, as disclosed above, is also included under "Schedule 12 - Contingent Liabilities - Other items for which the bank is contingently liable".

11. DISCLOSURE OF COMPLAINTS

a) Summary information on complaints received by the Bank from customer and from the Office of the Banking Ombudsman (OBOs)

Sl.No.	Particulars	2025 - 26	2024 - 25
Complaints received by the Bank from its customers			
1	Number of complaints pending at beginning of the year	35	14
2	Number of complaints received during the year	6,467	1,807
3	Number of complaints disposed during the year	6,348	1,786
3.1	Of which, number of complaints rejected by the Bank	76	89
4	Number of complaints pending at the end of the year	154	35
Maintainable complaints received by the Bank from OBOs			
5	Number of maintainable complaints received by the Bank from OBOs	474	323
5.1	Of 5, Number of complaints resolved in favour of the Bank by BOs	261	146
5.2	Of 5, Number of complaints resolved through conciliation / mediation / advisories issued by BOs	213	177
5.3	Of 5, Number of complaints resolved after passing of Awards by BOs against the Bank	0	0
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	0	0

b) Top five grounds of complaints received by the Bank from customers : (FY 2025-26)

Grounds of complaints (1)	Number of complaints pending at the beginning of the year (2)	Number of complaints received during the year (3)	% increased / decreased in the number of complaints received over the previous year (4)	Number of complaints pending at the end of the year (5)	Of 5, number of complaints pending beyond 30 days (6)
Account opening / Difficulty in operation of accounts	6	1655	659%	45	0
Credit card	0	1091	1504%	10	0
Internet / Mobile / Electronic Banking	6	1082	157%	17	0
Loans and Advances	9	712	114%	27	0
ATM / Debit cards	2	429	142%	12	0
Others	12	1498	175%	43	3
Total	35	6467	-	154	3

Top five grounds of complaints received by the Bank from customers : (FY 2024-25)

Grounds of complaints	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increased / decreased in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
(1)	(2)	(3)	(4)	(5)	(6)
Internet / Mobile / Electronic Banking	2	421	-20%	6	0
Loans and Advances	4	333	-24%	9	1
Account Opening / difficulty in operation of a/cs	3	218	-38%	6	1
ATM / Debit cards	0	177	-48%	2	0
Levy of charges without prior notice / Excessive charges / Foreclosure charges	0	113	-35%	3	0
Others	5	545	-45%	9	0
Total	14	1,807	-	35	2

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12. Disclosure of penalties imposed by the Reserve Bank of India:

- a) In terms of RBI Master Direction ref. DCM (CC) No.G-1/03.44.01/2025-26 dated April 01, 2025 "on Scheme of Penalties for bank branches and Currency Chests for deficiency in rendering customer service to the members of public", RBI has levied a total penalty amount of ₹20,500/- on various dates during the FY 2025-26.

- b) During the year, RBI has imposed penalty of ₹50,000/- under Scheme of penalty for Non-replenishment of ATMs DCM (RMMT) No. S153/11.01.01/2021-22) dated August 10, 2021.

13. Disclosures on Remuneration

Qualitative Disclosures :	
(a)	Information relating to the composition and mandate of the Remuneration Committee. The Committee comprised of Three members. The mandate includes administration of Employee Stock Options, review of Compensation Policy of the Bank, Succession planning for Board of Directors, appointment and remuneration of Whole-time Directors, Non-Executive / Independent Directors, Key Managerial Personnel, Material Risk Takers (MRT), Control Function Staff, Other category staffs etc.
(b)	Information relating to the design and structure of remuneration processes and the key features and objectives of Remuneration Policy. Key Features : Board oversees the design of the compensation package and operations. The proportion of cash, equity and other forms of compensation are consistent with risk alignment. Objective : i) Alignment of compensation with prudent risk taking.
(c)	Description of the ways in which current and future risks are taken into account in the remuneration processes. It should include the nature and type of the key measures used to take account of these risks. The Compensation is adjusted for all types of risks and the compensation outcome are symmetric with risk outcomes.
(d)	Description of the ways in which the Bank seeks to link performance during a performance measurement period with levels of remuneration. Qualitative features such as skills, knowledge, abilities etc. are factored in besides performance in financial parameters.
(e)	A discussion of the Bank's policy on deferral and vesting of variable remuneration and a discussion of the Bank's policy and criteria for adjusting deferred remuneration before vesting and after vesting. The deferral part in Cash Component (if any) and Non-Cash Component under variable remuneration shall be for a period for 3 years as provided under the Compensation Policy of the Bank. The criteria for adjusting the deferred remuneration shall be as per the Compensation Policy, applicable ESOP Scheme of the Bank and also, the Reserve Bank of India (Commercial Banks - Governance) Directions, 2025 dt.28.11.2025 on Compensation to Whole-time Directors / Chief Executive Officers / Material Risk Takers and Control Function Staffs, SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 and other relevant Regulatory / Statutory stipulations.
(f)	Description of the different forms of variable remuneration (i.e. cash, shares, ESOPs and other forms) that the Bank utilizes and the rationale for using these different forms. The Bank pays variable remuneration as approved by RBI for each FY comprising of Cash Component and Non-Cash Component (in the form of ESOP at present). The grant of above forms of variable compensation is subject to relevant Regulatory / Statutory stipulations.

Quantitative Disclosures

The Quantitative Disclosures pertaining to whole-time Directors as on 31st March, 2026 and 31st March, 2025 is given below:

	Particulars	Current Year	Previous Year
(g)	Number of Meetings held by the Remuneration Committee during the financial year and remuneration paid to its members.	8 meetings of the Compensation & Remuneration Committee ("CRC") was held during the financial year and 1 meeting of Nomination and Remuneration Committee was held during the year (After merging of Nomination Committee and CRC during February 2026). The total remuneration & commission paid to the Committee members during the year is ₹1,25,85,822/- (including profit linked commission of ₹81,80,822/- paid to the members pertaining to FY 2025).	6 meetings of the Compensation & Remuneration Committee ("CRC") was held during the financial year and the total remuneration & commission paid to the Committee members during the year is ₹1,23,00,000/- (including profit linked commission of ₹60,00,000/- paid to the members pertaining to FY 2024).
(h)	(i) Number of employees having received a variable remuneration award during the financial year.	2	1
	(ii) Number and total amount of sign-on awards made during the financial year.	NIL	NIL
	(iii) Details of guaranteed bonus, if any, paid as joining / sign on bonus.	NIL	NIL
	(iv) Details of severance pay, in addition to accrued benefits, if any.	NIL	NIL
(i)	(i) Total amount of outstanding deferred remuneration, split into cash, shares and share-linked instruments and other forms.	1. MD & CEO Variable Pay FY 2025 The Outstanding Deferred remuneration is as under : Cash Component : ₹64,50,000/- deferred over a period of 3 years (₹21,50,000/- in Dec'2026, 2027 & 2028 respectively) Non Cash Component : ₹1,29,00,000/-	Variable Pay FY 2024 The outstanding deferred remuneration is as under: Cash Component : ₹53,75,000/- deferred over a period of 3 years Non Cash Component : ₹1,07,50,000/-

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Particulars	Current Year	Previous Year
	45,450 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.02.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 13,635 Stock Options - Feb' 2027 Deferral 2 - 13,635 Stock Options - Feb' 2028 Deferral 3 - 18,180 Stock Options - Feb' 2029 Variable Pay FY 2024 The outstanding deferred remuneration is as under: • Cash Component : Total - ₹ 35,83,334/- Deferral 2 - ₹17,91,666/- : vesting due in Feb' 2027 Deferral 3 - ₹17,91,668/- : vesting due in Feb' 2028 • Non Cash Component: Deferral 1 - 20,838 Stock Options vested in March 2026 Deferral 2 - 20,838 Stock Options due for vesting in March 2027 Deferral 3 - 27,786 Stock Options due for vesting in March 2028	69,462 Stock Options had been granted by the CRC for the aforesaid amount, at its meeting held on 26.03.2025 and the same is deferred over a period of 3 years. Variable Pay FY 2023 The Outstanding Deferred remuneration is as under : • Cash Component : ₹32,66,667 (Deferred 2 & 3) • Non Cash Component : ₹ 98,00,000/- Deferral 1 - 22,328 Stock Options vested in March 2025 Deferral 2 - 22,328 Stock Options due for vesting in March 2026 Deferral 3 - 29,772 Stock Options due for vesting in March 2027

Particulars	Current Year	Previous Year
	Variable Pay FY 2023 The outstanding deferred remuneration is as under: • Cash Component: ₹ 16,33,334 (Deferral 3) • Non Cash Component: Deferral 2 - 22,328 Stock Options vested in March 2026 Deferral 3 - 29,772 Stock Options due for vesting in March 2027 2. Executive Director - Shri R Vijay Anandh Variable Pay FY 2025 The outstanding deferred remuneration is as under: • Cash Component: ₹ 79,50,000/- deferred over a period of 3 years [₹ 13,25,000/- in Dec' 2026, 2027 & 2028 respectively] • Non Cash Component: ₹ 79,50,000/- 28,010 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.2.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 8,403 Stock Options due for vesting in Feb' 2027.	Variable Pay FY 2021 • Non Cash Component : Deferral 3 - 10,780 options vesting in August 2025

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	Particulars	Current Year	Previous Year
	(ii) Total amount of deferred remuneration paid out in the financial year.	Deferral 2 - 8,403 Stock Options due for vesting in Feb' 2028 Deferral 3 - 11,204 Stock Options due for vesting in Feb' 2029 Variable Pay FY 2021 Deferred remuneration paid in FY 2025 is as under: • Non Cash Component : Deferral 3 - 10,780 Stock Options exercised in FY 2026 Variable Pay FY 2023 Deferred remuneration paid in FY 2026 is as under: • Cash Component: Deferral 1 - ₹16,33,333/- Deferral 2 - ₹16,33,333/- • Non Cash Component: Deferral 1 - 22,328 Stock Options exercised in FY 2026 Variable Pay FY 2024 Deferred remuneration paid in FY 2026 is as under: • Cash Component: Deferral 1 - ₹17,91,666/-	Variable Pay FY 2021 Deferred remuneration paid in FY 2025 is as under: • Cash Component : Deferral 3 - ₹7,06,370/- • Non Cash Component : Deferral 2 - 8,085 Stock Options exercised in FY 2025
	(j) Breakdown of amount of remuneration awards for the financial year to show fixed and variable, deferred and non-deferred.	1. Dr. N. Kamakodi, MD & CEO Fixed Pay: Revision of Fixed Pay w.e.f 01.05.2025 by RBI vide its letter dt.17.12.2025: • Rs.2,61,00,000/- per annum (including perquisites)	Fixed Pay: A. Revision of Fixed Pay w.e.f 01.05.2024 for Dr. N. Kamakodi - MD & CEO approved by RBI vide its letter dt.05.02.2025: • ₹2,36,50,000/- per annum (including perquisites)

Particulars	Current Year	Previous Year
	Variable Pay for FY 2025: Variable pay for FY 2025 was approved by RBI vide its letter dt.17.12.2025 • ₹2,58,00,000/- • Cash Component: ₹1,29,00,000/- Upfront portion: ₹64,50,000/- Deferred portion: ₹64,50,000/- due for payment as per below: Deferral 1, 2 & 3: ₹21,50,000/- in Dec' 2026, 2027 and 2028 respectively. • Non Cash Component: ₹1,29,00,000/- (100% Deferral) 45,450 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.2.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 13,635 Stock Options - Feb' 2027 Deferral 2 - 13,635 Stock Options - Feb' 2028 Deferral 3 - 18,180 Stock Options - Feb' 2029	Variable Pay for FY 2024: Variable pay to MD & CEO for FY 2024 was approved by RBI vide its letter dt.05.02.2025 - ₹2,15,00,000/- • Cash Component: ₹1,07,50,000/- Upfront portion: ₹53,75,000/- Deferred portion: ₹53,75,000/- due for payment as per below: Deferral 1 ₹17,91,666/- in FY 2026 Deferral 2 ₹17,91,666/- in FY 2027 Deferral 3 ₹17,91,668/- in FY 2028 • Non Cash Component : ₹1,07,50,000/- (100% Deferral) 69,462 Stock Options had been granted by the CRC for the aforesaid amount, at its meeting held on 26.03.2025 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 20,838 Stock Options - March 2026 Deferral 2 - 20,838 Stock Options - March 2027 Deferral 3 - 27,786 Stock Options - March 2028

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Particulars	Current Year	Previous Year
	2.Shri R Vijay Anandh - Executive Director Fixed Pay: Revision in Fixed Pay of Shri. R. Vijay Anandh, Executive Director (w.e.f. 24.6.2025) approved by RBI vide its letter dt.17.12.2025: ₹ 2,28,00,000/- per annum (including perquisites) Variable Pay for FY 2025: Variable pay was approved by RBI vide its letter dt. 17.12.2025 ₹1,59,00,000/- Cash Component: ₹ 79,50,000/- deferred over a period of 3 years [₹ 13,25,000/- in Dec' 2026, 2027 & 2028 respectively] Non Cash Component: • ₹79,50,000/- 28,010 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.2.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 8,403 Stock Options - Feb' 2027 Deferral 2 - 8,403 Stock Options - Feb' 2028 Deferral 3 - 11,204 Stock Options - Feb' 2029 3. Shri. R. Vijay Anandh, MD & CEO (w.e.f. 1.5.2026): Approval of RBI vide its letter dt.9.2.2026, for Fixed Pay of ₹2,50,00,000/- per annum (including perquisites)	A. Approval of RBI for Fixed Pay of Shri. R. Vijay Anandh, Executive Director (w.e.f. 24. 06. 2024) approved by RBI vide its letter dt.28.05.2024: ₹2,06,57,000/- per annum (including perquisites) B. Approval of RBI for Fixed Pay of Shri. V. Ramesh, Executive Director (w.e.f. 21.02.2025) vide its letter dt.04.03.2025: ₹1,05,00,000/- per annum (including perquisites)

	Particulars	Current Year	Previous Year
(k)	(i) Total amount of outstanding deferred remuneration and retained remuneration exposed to ex-post explicit and / or implicit adjustments. (ii) Total amount of reductions during the financial year due to ex-post explicit adjustments. (iii) Total amount of reductions during the financial year due to ex-post implicit adjustments.	NIL	NIL
(l)	Number of MRTs identified	3	NIL
(m)	- Number of cases where Malus has been exercised. - Number of cases where Clawback has been exercised. - Number of cases where both Malus and Clawback have been exercised.	NIL	NIL
(n)	General Quantitative Disclosure : The mean pay for the Bank as a whole (excluding sub-staff) and deviation of the pay of each of its WTDs from the mean pay.	₹7,76,17,180.00	₹4,90,11,677.00

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14. Disclosure on remuneration to Non Executive Directors:

All the Non-Executive Directors are paid remuneration by way of sitting fees for attending meeting of the Board and its committees. Further, they are eligible for Profit Linked Commission (PLC) pursuant to the extant Reserve Bank of India (Commercial Banks - Governance) Directions, 2025 dt.28.11.2025, the

Companies Act, 2013 and the Compensation Policy of the Bank. For FY 2026, an amount of ₹ 1.28 crore was paid as Sitting fees and for FY 2025, an amount of ₹ 1.42 crore was paid during the year as PLC (on pro-rata basis) to the Non-Executive Directors of the Bank. In the previous year an amount of ₹1.29 crore and ₹1.20 crore was paid as Sitting fees and PLC respectively.

15. Other Disclosures :

I) Business Ratios

Particulars	31 st March 2026	31 st March 2025
Interest Income as a percentage to Working Funds	8.06 %	8.04 %
Non-Interest Income as a percentage to Working Funds	1.22 %	1.24 %
Cost of Deposits	5.70 %	5.85 %
Net Interest Margin	3.74 %	3.60 %
Operating Profit as a percentage to Working Funds	2.36 %	2.31 %
Return on Assets	1.56 %	1.55 %
Business per employee (₹ in cr)	16.26	15.32
Profit per employee (₹ in cr)	0.15	0.15

II) Bancassurance Business

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Income from Life Insurance	120.33	84.69
Income from Non-Life Insurance	18.94	12.87
Total	139.27	97.56

III) Marketing and Distribution :

The Bank has received fees of ₹ 1.45 crore for the FY 2025-26 (Previous year-FY 2024-25: ₹ 1.37 crores) with respect to marketing and distribution function (excluding bancassurance business).

IV) Disclosures regarding Priority Sector Lending Certificates (PSLCs) :

During the year, there was purchase of PSLC on various days totaling to ₹ 2774 Cr (Agri ₹ 1475 Cr and Small & Marginal Farmer ₹ 1299 Cr). PSLC has been sold ₹ 1140 Cr (Small & Marginal Farmer).

V) Provisions and Contingencies :

(₹ in crore)

Provision debited to Profit and Loss Account	31 st March 2026	31 st March 2025
Provision for		
- Non Performing Assets	254.00	255.00
- Standard Assets	59.00	0.00
- Income Tax (including Deferred Tax)	345.00	293.00
- Contingencies	30.00	7.00
Total	688.00	555.00

VI) Implementation of IFRS converged Indian Accounting Standards (Ind AS)

RBI notification DBR.BP.BC.No.29/21.07.001/2018-19 dated 22nd March 2019 has deferred the implementation of Ind AS until further notice.

VII) Payment of DICGC Premium :

(₹ in crore)

Sl. No.	Particulars	31 st March 2026	31 st March 2025
i)	Payment of DICGC Insurance Premium	80.18	68.22
ii)	Arrears in payment of DICGC Premium	0.00	0.00

Deposit Insurance Premium as applicable was paid to DICGC within the prescribed timelines.

VIII) Disclosure on amortisation of expenditure on account of enhancement in family pension of employees of Banks (Unamortized Pension & Gratuity liabilities) :

The Bank is not having any liability on account of family pension scheme since it is covered under defined contribution.

IX) Letters of Comfort :

The Bank has not issued any letters of comfort to other Banks / Branches during the Year.

X) Port-folio level of information on the use of funds raised from Green Deposits :

The Bank has not raised any Green Deposits in the Financial Year 2025-26.

XI) Disclosures as per Accounting Standards

The Bank has complied with the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India and the following disclosures are made in accordance with RBI's guidelines.

a) Prior Period Items - AS 5

There are no material prior period items of Income / Expenditure during the year requiring disclosure.

b) Revenue Recognition - AS 9

As mentioned in the Accounting Policy of Income / Expenditure of certain items are recognized on cash basis.

c) Effects of changes in Foreign Exchange Rates - AS 11

The Bank is revaluing foreign currency transactions consistently at the weekly average rate of the last week, prescribed by FEDAI, instead of the rate at the date of the transaction as per AS 11. The management is of the view that there is no material impact on the accounts for the year.

d) Employee Benefits - AS 15

The liability towards Gratuity is met through annual premium payments determined on actuarial valuation by Life Insurance Corporation of India under their Group Gratuity Life Assurance Scheme.

The Bank and its employees contribute a defined sum every month to City Union Bank Employees Pension Fund Superannuation Scheme of Life Insurance Corporation of India / National Pension Scheme to meet the post retirement annuity payments of its employees.

Leave Encashment benefits of employees are provided on an actuarial basis and is not funded.

The summarized position of the employee benefits recognized in the Profit & Loss Account and Balance Sheet as required in accordance with Accounting Standard -15 (Revised) is as under - Leave Encashment :

i) Changes in the present value of the obligations :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Present Value of Obligation as at the beginning of the year	95.80	111.96
Interest cost	6.48	7.06
Current service cost	Nil	Nil
Past service cost - (non vested benefits)	Nil	Nil
Past service cost - (vested benefits)	Nil	Nil
Benefits paid	(28.11)	(26.07)
Actuarial gain / (loss) on obligation	27.64	2.85
Present value of Obligation at the year end	101.81	95.80

ii) Amount recognized in Balance Sheet :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Closing Present value Obligation	101.81	95.80
Fair value of Plan Assets	Nil	Nil
Difference	101.81	95.80
Unrecognised transitional liability	Nil	Nil
Unrecognised past service cost - non vested benefits	Nil	Nil
Liability recognized in the Balance sheet	101.81	95.80

iii) Expenses recognized in Profit & Loss Account :

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Current Service cost	Nil	Nil
Interest cost	6.48	7.06
Expected return on Plan Assets	Nil	Nil
Net Actuarial (gain) / loss recognised in the year	27.64	2.85
Total expenses recognized in the Profit & Loss Account	34.12	9.91

iv) Principal actuarial assumption at the Balance Sheet Date :

Particulars	31 st March 2026	31 st March 2025
Discount factor	7.28%	6.60%
Salary escalation rate	6.00%	6.00%
Attrition Rate	6.00%	6.00%
Expected Rate of Return on Plan Assets	Nil	Nil

e) Segment Reporting - AS 17

Summary of the Operating Segments of the Bank are as follows :

(₹ in crore)

BUSINESS SEGMENTS	TREASURY		CORPORATE / WHOLESALE BANKING		RETAIL * BANKING		OTHER BANKING OPERATIONS		TOTAL	
Particulars	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
Revenue	1,424.25	1,239.50	1,671.29	1,402.61	4,647.11	3,971.61	165.94	118.38	7,908.59	6,732.10
Result	790.99	619.90	263.18	262.18	805.77	687.69	154.29	108.86	2,014.23	1,678.63
Unallocated Expenses									0.00	0.00
Operating Profit									2,014.23	1,678.63
Other Prov & Contingencies									343.00	262.00
Income Taxes									345.00	293.00
Extra ordinary Profit / Loss									0.00	0.00
Net Profit									1,326.23	1,123.63
Other Information :										
Segment Assets	23,438.81	20,071.99	20,519.45	15,355.74	50,369.65	39,746.85	Nil	Nil	94,327.91	75,174.58
Unallocated Assets									2,696.49	2,448.63
Total Assets									97,024.40	77,623.21
Segment Liabilities	20,781.75	17,540.99	18,456.56	13,654.35	45,304.66	35,342.19	Nil	Nil	84,542.97	66,537.53
Unallocated Liabilities									1,916.57	1,619.06
Total Liabilities									86,459.54	68,156.59
Segment Capital	2,657.07	2531.00	2,062.89	1,701.39	5,064.98	4,404.66	Nil	Nil	9,784.94	8,637.05
Unallocated Capital									779.92	829.57
Capital Employed									10,564.86	9,466.62

* Retail Banking includes

(₹ in crore)

Particulars	Digital Banking Unit		Other Retail Banking		Retail Banking Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Segment Revenue	4.57	1.75	4642.54	3969.86	4647.11	3971.61
Segment Results	0.24	-0.11	805.53	687.80	805.77	687.69
Segmental Assets	0.45	0.62	50369.20	39746.23	50369.65	39746.85
Segmental Liabilities	0.20	0.73	45304.46	35341.46	45304.66	35342.19
Capital Employed	0.25	-0.11	5064.73	4404.77	5064.98	4404.66

Notes: 1) The Bank has only one Geographical segment (i.e) Domestic Segment.

2) Previous period figures have been regrouped/reclassified wherever necessary to make them comparable

f) Related Party Disclosures - AS 18

- (i) Related Parties :
Parent / Subsidiaries / Associates / JV - Nil
- (ii) Related Party Transactions :
Key Management Personnel (KMP)

(₹ in crore)

	Particulars	FY 2025 - 26		FY 2024 - 25	
		Key Management Personnel	Relatives of Key Management Personnel	Key Management Personnel	Relatives of Key Management Personnel
1.	Dr. N. Kamakodi, MD & CEO				
	Remuneration*	4.28	Nil	3.67	Nil
	Deposits	4.29	5.28	3.10	4.52
	Interest Paid	0.29	0.38	0.22	0.36
2.	Mr. R. Vijay Anandh , ED (w.e.f 24.06.2024)				
	Remuneration*	2.48	Nil	1.97	Nil
	Deposits	0.13	0.14	0.24	Nil
	Interest Paid	Nil	Nil	Nil	Nil
3.	Mr. V. Ramesh , ED (w.e.f 21.02.2025)				
	Remuneration	0.99	Nil	0.65	Nil
	Deposits	2.90	0.91	2.41	0.08
	Interest Paid	0.02	Nil	0.21	Nil

*The amount includes actual amount of remuneration (This does not include the amounts for which provision has been made during FY 2025-26 but not paid), arrear salary of earlier year, leave encashment paid and taxable perquisites pertaining to FY 2026.

g) Leases - AS 19

- i) Lease rent paid for operating leases are recognized as an expense in the Profit & Loss Account in the year to which it relates.
- ii) Future lease rents and escalation in the rent are determined on the basis of agreed terms.
- iii) At the expiry of initial lease term, generally the Bank has an option to extend the lease for a further pre-determined period.
- iv) The Bank does not have any financial lease.

h) Earning Per Share - AS 20

The details of EPS computation is set out below :

Particulars	31 st March 2026	31 st March 2025
Earnings for the year (₹ in crore)	1,326.23	1,123.63
Basic weighted average number of shares (Nos.)	74,15,48,566	74,07,81,100
Basic EPS (₹)	17.88	15.17
Dilutive effect of stock options (Nos.)	21,23,641	48,00,685
Diluted weighted average number of shares (Nos.)	74,36,72,207	74,55,81,785
Diluted EPS (₹)	17.83	15.07
Nominal value of shares (₹)	1	1

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i) Consolidated Financial Statements (CFS) - AS 21

The Bank has no Subsidiaries / Joint Venture / Associates. Hence reporting under CFS is not applicable.

j) Accounting for Taxes on Income - AS 22

The major components of the Deferred Tax Assets and Liabilities as at 31st March, 2026 are as follows :

(₹ in crore)

Components	31 st March 2026	31 st March 2025
Deferred Tax Liability :		
Special Reserve under IT Act	229.30	204.12
Total Deferred Tax Liability (A)	229.30	204.12
Deferred Tax Asset:		
Provision for Advances (NPA)	123.31	123.30
Leave Encashment	25.63	24.11
Provision for FITL	15.56	17.38
Provision for Standard Assets	67.61	67.62
Provision for COVID-19 - General Provision	1.60	3.04
Depreciation on Fixed Assets	1.77	6.95
Provision for Others	7.55	6.04
Total Deferred Tax Asset (B)	243.03	248.44
Net Deferred Tax Liability / (Asset) : (A - B)	(13.73)	(44.32)

k) Accounting for Investments in Associates in CFS - AS 23

The Bank has no Associates. Hence reporting under CFS - AS 23 is not applicable.

l) Discontinuing Operations - AS 24

The Bank has not discontinued any of its operations. Hence reporting under CFS - AS 24 is not applicable.

m) Interim Financial Reporting - AS 25

Quarterly review have been carried out as per extant RBI and SEBI guidelines and prescribed formats.

n) Intangible Assets - AS 26

The Bank has followed AS 26 - "Intangible Asset" issued by ICAI and the guidelines issued by RBI.

o) Financial Reporting of Interests in Joint Ventures - AS 27 - NIL

p) Impairment of Assets - AS 28

In the opinion of the management there is no impairment to the assets to which AS 28 - "Impairment of Assets" applies.

q) Provisions & Contingencies - AS 29

The details of the provisions and contingencies, contingent liabilities, the movement of provisions on NPA's and depreciation on investments which are considered material are disclosed elsewhere under the appropriate headings as per RBI guidelines.

XII) DISCLOSURE OF MATERIAL ITEMS AS PER RBI NOTIFICATION REFERENCE RBI/ 2022- 23/15 DOR.ACC.REC.No.91/21.04.018/2022-23 dated December 13, 2022

a) Miscellaneous income under Schedule -14 exceeding one percent of total income :

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Loan Processing Charge	200.84	155.79
Service Charges	99.32	92.30
Recovery in Technical Write Off accounts	229.16	207.67
Int on IT Refund & other sundry income	-	83.94

b) Other expenditure under Schedule - 16 exceeding one percent of total expenses

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Nil		

c) Other Liabilities and Provisions - "Others" under Schedule 5 exceeding one percent of the total assets

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Nil		

d) Other Assets - "Others" under Schedule 11 exceeding one percent of the total assets

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Nil		

e) Other Income-"Commission, Exchange and Brokerage" under the Schedule 14 (I) exceeding one percent of the total income

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Income from Bancassurance Business	139.27	97.56

16. ADDITIONAL DISCLOSURES

- 1) Disclosure on Micro, Small and Medium Enterprises (MSME) sector - Restructuring of Advances (RBI/DBR.BP.BC.No.18/21.04.048/2018-19 dated 01.01.2019) and RBI/DBR.BP.BC.No. 34/21.04.048/2019-20 dated 11.02.2020 and (RBI/DOR. No.BP.BC/4/ 21.04.048/2020-21 dated 06.08.2020) and (RBI/DOR.STR. REC.12/21.04.048/2021-22 dated 05.05.2021) Micro, Small and Medium Enterprises (MSME) sector- Restructuring of Advances as on 31.03.2026.

(₹ in crore)

Number of Accounts Restructured (during the FY 2025-26) - MSME	Exposure as on 31.03.2026	Total No. of Standard Restructured Accounts* (MSME) as on 31.03.2026	Total Exposure- Standard Restructured Advances (MSME) as on 31.03.2026
Nil	Nil	131	453.30

* accounts here refers to customer IDs.

- 2) Disclosure in respect of borrower account where modification were sanctioned and implemented under Resolution Framework 2.0 for Covid-19 related stress :

(₹ in crore)

Sl.No.	Particulars	
a)	No of accounts in respect of which modification were sanctioned and implemented (A)	Nil
b)	Aggregate Exposure to such borrowers accounts as on 31.03.2026	
c)	Exposure to accounts mentioned at (A) before implementation of Resolution plan	

- 3) Provisions on Standard Assets

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Provision towards Standard Assets	327.63	268.63

- 4) Amount of Provision for Income Tax for the year

(₹ in crore)

Particulars	31 st March 2026	31 st March 2025
Provision for Income Tax (Current Tax)	314.42	264.33
Deferred Tax Assets	5.41	6.02
Deferred Tax Liabilities	25.17	22.65
Provision for Income Tax - Net	345.00	293.00

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5) Details of Single Borrower Limit (SBL) / Group Borrower Limit (GBL) exceeded by the Bank

Single Borrower Limit / Group Borrower Limit has not been exceeded during the year.

6) Guarantees for Trade Credits

The bank has issued guarantee on behalf of its customers for availing Trade Credits for Import of Goods into India and outstanding as of 31st March 2026 was ₹ 105.00 crore.

7) Income Tax and GST

Provision for income tax in the current year is made as per Income Computation Disclosures Standards (ICDS) after considering various judicial decisions on certain disputed issues.

In the opinion of the management, based on the opinion / Appellate orders decided in its favour on similar issues, no provision is considered necessary for earlier years towards disputed tax liability for Income Tax amounting to ₹ 730.55cr (under Appeal) (previous year ₹ 1083.09 cr) and for Service Tax/GST amounting to ₹ 49.17 cr (previous year ₹ 44.30 cr).

8) Inter Branch Reconciliation

Reconciliation of Central Office accounts maintained by branches has been completed upto 31.03.2026.

9) Employees Stock Option

The Bank has allotted 20,61,528 (P.Y. 3,13,830) equity shares during the year to its eligible employees who have exercised their options granted under ESOP of the Bank.

10) CSR activities (accounted under Schedule 16 – Operating expenses – XII Other Expenditure)

(₹ in crore)

Particulars	FY 2025 - 26	FY 2024 - 25
Amount earmarked for CSR activities#	26.73	22.74
Amount carried forward from previous year	3.38	2.69
Amount spent during FY 2025-26	21.32	-
Amount spent during FY 2024-25*	-	20.02
Unspent amount of previous year(s) spent during FY 2025-26 (FY 2024-25 : ₹ 1.25 crore and FY 2023-24: ₹ 0.66 crore)	1.91	-
Unspent amount of previous year(s) spent during FY 2024-25*	-	2.03
Amount Un-spent as at 31 st March, 2025*	-	3.38
Amount Un-spent as at 31 st March, 2026 (FY 2025-26 : ₹ 5.41 crore and FY 2024-25: ₹ 1.47 crore)	6.88	-

Notes:

* indicates amount given in the previous year FY 2025

An amount of ₹ 1.23 crore (i.e. ₹ 1,23,37,000) has been budgeted more than the actual CSR obligation for FY 2025-26.

11) Disclosure under rule 11(e) of the Companies (Audit & Auditors) rules, 2014

The Bank, as part of its normal business, grants loans and advances to Non-Banking Finance Company/ies, real estate promoters/developers, makes investment, provides guarantees (including against margin/guarantees received from third parties/banks) and accepts deposits and borrowings from its customers, other entities and persons. Also, the Bank, as part of its normal business, avails refinance from financial institutions and other entities wherein the proceeds are applied to a category of customers with specific profile parameters. These transactions are part of Bank's authorised normal business, which is conducted in adherence to extant regulatory requirements.

Other than the transactions described above -

- i) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Bank to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend to or invest in other persons or entities identified by or on behalf of the Bank ("Ultimate Beneficiaries") or provide any guarantee, security or like on behalf of the Ultimate Beneficiaries.
- ii) The Bank has not received any funds from any person(s) or entity(ies) ("Funding Party") with the understanding, whether recorded in writing or otherwise, that the Bank shall, whether, directly or indirectly, lend to or invest in other persons or entities identified by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- 12) In accordance with RBI instruction, the Bank has made a provision of 5% amounting to ₹ 2.32 cr against exposure in the long-term food credit advance to Punjab State Government.

- 13) As per the extant RBI guidelines, Banks are required to make Pillar III disclosures including leverage ratio, liquidity coverage ratio, Net Stable Funding Ratio (NSFR) under the BASEL III framework along with publication of financial results. Accordingly, such applicable disclosures under Basel III capital regulation is being made available on the Bank's website (www.cityunionbank.bank.in). These disclosures have not been subjected to Audited by the Joint Statutory Central Auditors.

- 14) Other Income relates to income from non-fund based banking activities including commission, fees, gains from securities transactions including profit / loss on revaluation of Investments, ATM sharing fees, recoveries from accounts written off and other miscellaneous income.

- 15) On November 21,2025, the Government of India notified four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the code on Social Security, 2020, and the occupational safety, Health and working conditions code 2020, collectively referred to as 'New Labour Codes', consolidating 29 existing labour laws. The Bank has recognised an estimated provision of ₹ 500 Lakhs under 'Employees cost' as on March 31, 2026. The Bank continues to monitor the developments relating to implementation of the New Labour Code / Rules and will review the estimation on an ongoing basis.

- 16) The Board of directors recommended a Dividend of ₹ 2 per share on face value of ₹ 1 per equity share @ 200% for the year ended March 31,2026 (Previous year 200%) subject to approval of members in the ensuing Annual General Meeting. In accordance with Accounting Standards 4 - Contingencies and Events Occurring after the Balance Sheet date, the proposed dividend has not been shown as an appropriation from the Profit and Loss account for the year ended March 31, 2026 and correspondingly not reported under Other Liabilities and Provisions as at March 31, 2026. However, capital adequacy ratio has been computed by reducing the proposed dividend.

- 17) Previous year's figures have been regrouped wherever necessary to conform to the current year classification.

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CITY UNION BANK



**A smart solution for
your entire family**

Savings Account

that grows with you

Seamless Banking, Security &
digital convenience at your
fingertips





SMART BANKING

- ▶ 24x7 Mobile & Net Banking
- ▶ Paperless Banking
- ▶ Pan - India Branch Network
- ▶ Pay Taxes Anytime - Fast & Secure
- ▶ Wealth & Investment Solutions



CARDS

- ▶ International Debit/ ATM Card
- ▶ Complimentary Airport Lounge Access



INSURANCE

- ▶ Free Air Accident Coverage



VALUE ADD-ON

- ▶ Preferential Locker Facility
- ▶ Smart Family Banking - Priority Benefits
- ▶ Tailored Products for Every Life Stage
- ▶ AI-powered Financial Insights

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in thousands)

	31.03.2026	31.03.2025
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit as per P&L Account	1,32,62,310	1,12,36,263
Adjustments for :		
Depreciation	10,74,006	8,15,894
Provisions & Contingencies - Tax	34,50,000	29,30,000
Provisions & Contingencies - Others	34,30,000	26,20,000
Profit on sale of Investments (Net of Depreciation)	7,51,338	5,53,315
Profit on sale of Assets	-37,456	-494
Foreign exchange fluctuations	-6,08,159	-3,77,133
Operating Profit before working capital changes	2,13,22,039	1,77,77,845
Adjustments for :		
Funds advanced to Customers	-14,04,79,182	-6,81,05,353
Other Operating Assets	-60,45,406	-12,27,142
Deposits from Customers	14,78,20,000	7,86,93,128
Other Operating Liabilities	33,74,585	23,47,130
Purchase and sale of Investments (Net)	-1,55,36,427	-1,61,67,013
Cash Generated from Operations	1,04,55,609	1,33,18,595
Taxation - Income Tax	-24,30,891	-20,35,565
Net Cash flow from Operating Activities - A	80,24,718	1,12,83,030
Cash flow from Investing Activities		
Purchase of Fixed Assets	-35,25,443	-19,77,846
Sale of Fixed Assets	14,46,910	7,80,901
Net Cash used in Investing Activities - B	-20,78,533	-11,96,945
Cash flow from Financing Activities		
Proceeds from issue of Share Capital	2,061	314
Proceeds from Share Premium	3,18,524	42,243
Dividend Paid	-14,75,384	-11,11,008
Tax on distributed profits	-	-
Borrowing from Banks	3,15,73,879	-2,55,47,477
Net Cash flow from Financing Activities - C	3,04,19,080	-2,66,15,928
Net increase in Cash and Cash equivalents (A+B+C)	3,63,65,265	-1,65,29,843
Cash and Cash equivalents at 31 st March 2025	5,29,05,427	6,94,35,270
Cash and Cash equivalents as at 31st March 2026	8,92,70,692	5,29,05,427

For and on behalf of the Board

Date : 27th April, 2026

Place : Kumbakonam

Dr. N. KAMAKODI

MD & CEO

J. SADAGOPAN
Chief Financial Officer

S.VENKATARAMANAN
Company Secretary

Dr. N. KAMAKODI
MD & CEO

K. VAIDYANATHAN
Prof. V. KAMAKOTI
K. SUBRAMANIAN
R. VIJAY ANANDH

Directors

For **P.B. Vijayaraghavan & Co**
Chartered Accountants
(Firm No. 004721S)

CA P.B. Santhanakrishnan
Partner
M.No. : 020309
UDIN : 26020309POFQNZ4217

G. MAHALINGAM
Chairman

T. K. RAMKUMAR
LALITHA RAMESWARAN
R. MOHAN
V. RAMESH

For **M. Srinivasan & Associates**
Chartered Accountants
(Firm No. 004050S)

CA Mohanadasa
Partner
M.No. : 221718
UDIN : 26221718GMZDHT7155

Date : 27th April, 2026
Place : Kumbakonam

DETAILS OF NOSTRO ACCOUNTS

Sl.No.	Name of the Bank	Place	Currency
1.	Mashreq Bank	UAE	AED
2.	State Bank of India	Sydney	AUD
3.	Standard Chartered Bank	London	CAD
4.	Commerz Bank	Frankfurt	EUR
5.	Standard Chartered Bank	Frankfurt	EUR
6.	Standard Chartered Bank	London	GBP
7.	State Bank of India	Tokyo	JPY
8.	Standard Chartered Bank	Singapore	SGD
9.	Standard Chartered Bank	NewYork	USD
10.	Wells Fargo Bank	NewYork	USD

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ANDHRA PRADESH (60 Nos.)

ADONI
AMALAPURAM
AMARAVATHI
ANAKAPALLI
ANANTAPUR
BAPATLA
BHIMAVARAM
CHILAKALURIPET
CHIRALA
CHITTOOR
DHARMAVARAM
ELURU
GAJUWAKA
GUDIVADA
GUDUR
GUNTAKAL
GUNTUR - ARUNDELPET
GUNTUR - GORANTLA
GUNTUR - NALLAPADU
GUNTUR - PATNAM BAZAAR
HINDUPUR
JAMMALAMADUGU
KADAPA
KADIRI
KAKINADA
KAVALI
KURNOOL
MACHILIPATNAM
MADANAPALLI
MANDAPETA
MANGALAGIRI
MARKAPUR
MVP COLONY
MYLAVARAM
NANDYAL
NARASARAOPET
NELLORE
NELLORE - VEDAYAPALEM
ONGOLE
PALAKOLLU
PRODATTUR
RAJAMUNDRY
SRIKAKULAM
TADA
TADEPALLIGUDEM
TADIPATRI
TANUKU
TENALI
THULLURU
TIRUPATI
TIRUPATI - BAIRAGIPATTEDA
TUNI
VIJAYAWADA - AUTO NAGAR
VIJAYAWADA - BHAVANARAYANA STREET
VIJAYAWADA - BHAVANIPURAM
VIJAYAWADA - GOVERNORPET
VISAKHAPATNAM
VISAKHAPATNAM - NAD JUNCTION
VIZIANAGARAM
YEMMIGANUR

BIHAR (1 No.)

PATNA

CHANDIGARH UNION TERRITORY (1 No.)

CHANDIGARH

CHATTISHGARH (3 Nos.)

BHILAI
BILASPUR
RAIPUR

GOA (1 No.)

PANAJI

GUJARAT (32 Nos.)

AHMEDABAD - NAVARANGPURA
AHMEDABAD - ODHAV - NIKOL
AHMEDABAD - RAIPUR
AHMEDABAD - VATVA
ANAND
ANKLESHWAR
BHARUCH
BHAVNAGAR
BHUJ
CHANGODAR
GANDHIDHAM
GONDAL
JAMNAGAR
JUNAGADH
MAKARPURA
MEHSANA
MORBI
NADIAD
NAVSARI
PALANPUR
PORBANDAR
RAJKOT
SURAT - KATARGAM
SURAT - PARLE POINT
SURAT - RING ROAD
SURAT - SAROLI
SURENDRANAGAR
UNJHA
VADODARA
VALSAD
VAPI
VERAVAL

HARYANA (14 Nos.)

AMBALA SADAR
BAHADURGARH
BALLABGARH
FARIDABAD
GURUGRAM
HISAR
KARNAL
KURUKSHETRA
MANESAR
PANIPAT
REWARI
ROHTAK
SONIPAT
YAMUNANAGAR

JHARKHAND (4 Nos.)

BISTUPUR - JAMSHEDPUR
BOKARO STEEL CITY
DHANBAD
RANCHI

KARNATAKA (61 Nos.)

BAGALKOT
BALLARI
BELGAUM

BENGALURU - BANASHANKARI
BENGALURU - BANASWADI
BENGALURU - BASAVANGUDI
BENGALURU - BOMMASANDRA
BENGALURU - BTM LAYOUT
BENGALURU - HSR LAYOUT
BENGALURU - HULIMAVU GATE
BENGALURU - INDIRA NAGAR
BENGALURU - ISRO LAYOUT
BENGALURU - J C ROAD
BENGALURU - J.P. NAGAR
BENGALURU - JAYA NAGAR
BENGALURU - JIGANI
BENGALURU - KAMAKSHIPALYA
BENGALURU - K.R. PURAM
BENGALURU - KENGERI
BENGALURU - KORAMANGALA
BENGALURU - MALLESWARAM
BENGALURU - MARTHAHALLI
BENGALURU - MATHIKERE
BENGALURU - MVJ COLLEGE-DBU
BENGALURU - NEW THARAGUPET
BENGALURU - PEENYA
BENGALURU - RAJARAJESWARI MEDICAL
COLLEGE & HOSPITAL
BENGALURU - R.T. NAGAR
BENGALURU - RAJAJINAGAR
BENGALURU - SHIVAJI NAGAR
BENGALURU - SULTANPET
BENGALURU - VIDYARANYAPURA
BENGALURU - VIJAYANAGAR
BENGALURU - WHITE FIELD
BENGALURU - YELAHANKA
BIDAR
CHIKKAMAGALURU
CHITRADURGA
DAVENGERE
DODDABALLAPUR
GADAG
GANGAVATHI
HASSAN
HOSAPETE
HOSKOTE
HUBLI
KALABURAGI
KOLAR
MANDYA
MANGALURU
MYSURU
MYSURU-VIJAYANAGAR
NELAMANGALA
RAICHUR
RAMANAGARA
RANEBENNUR
SHIVAMOGGA
TIPTUR
TUMAKURU
UDUPI
VIJAYAPURA

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CHAVAKKAD

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THIRUVANANTHAPURAM
THRIPPUNITHURA
THRISSUR
THRISSUR - EAST FORT
VALLIKAVU

MADHYA PRADESH (12 Nos.)

BHOPAL
BHOPAL- KOLAR ROAD
DEWAS
GWALIOR
INDORE
INDORE-ANNAPURNA
INDORE - ITWARIYA BAZAAR, RAJWADA
JABALPUR
REWA
SATNA
UJJAIN
WAIDHAN

MAHARASHTRA (36 Nos.)

AHMEDNAGAR
AMBERNATH
AKOLA
AMRAVATI
BEED
BHIWANDI
CHANDRAPUR
CHHATRAPATI SAMBHAJINAGAR
DHULE
ICHALKARANJLI
JALGAON
KHARGHAR
KOLHAPUR
LATUR
MALEGAON
MUMBAI - ANDHERI
MUMBAI - CHEMBUR
MUMBAI - DOMBIVILI
MUMBAI - FORT
MUMBAI - KALYAN
MUMBAI - KANDIVALI EAST
MUMBAI - KHAR WEST
MUMBAI - MIRA ROAD
MUMBAI - NERUL
MUMBAI - THANE
MUMBAI - VASHI
NAGPUR
NAGPUR - GOKULPETH
NANDED
NASHIK
PIMPRI
PUNE
SANGLI
SOLAPUR
THANE - WAGLE ESTATE
YAVATMAL

NEW DELHI (18 Nos.)

AZADPUR
DELHI - KIRTI NAGAR
DILSHAD GARDEN
JASOLA
KASHMERE GATE
NEW DELHI - CHANDINI CHOWK
NEW DELHI - JANAKPURI
NEW DELHI - KAROL BAGH
NEW DELHI - KINGSWAY CAMP
NEW DELHI - LAJPAT NAGAR
NEW DELHI - LAXMI NAGAR
NEW DELHI - MAYUR VIHAR
NEW DELHI - OKHLA
NEW DELHI - PUNJABI BAGH
NEW DELHI - RAJOURI GARDEN
NEW DELHI - ROHINI
PREET VIHAR
SHALIMAR BAGH

ODISHA (4 Nos.)

BHUBANESWAR
BHUBANESWAR - JAYADEV VIHAR
CUTTACK
ROURKELA

PUDUCHERRY UNION TERRITORY (6 Nos.)

ARIYANKUPPAM
KARAIKAL
LAWSPET
PUDUCHERRY
REDDIARPALAYAM
VILLIANUR

PUNJAB (7 Nos.)

AMRITSAR
HOSHIARPUR
JALANDHAR
LUDHIANA
LUDHIANA- BAHADURKE ROAD
MOHALI
PATIALA

RAJASTHAN (24 Nos.)

AJMER
ALWAR
BALOTRA
BEAWAR
BHARATPUR
BHILWARA
BHILWARA - RC VYAS COLONY
BHIWADI
BIKANER
CHITTORGARH
HANUMANGARH
JAIPUR
JAIPUR - PRATAP NAGAR
JAIPUR - TONK ROAD
JHUNJHUNU
JODHPUR
JODHPUR - MANDORE ROAD
KISHANGARH
KOTA
NAGPUR
PALI
SIKAR
SRI GANGANAGAR
UDAIPUR

TAMIL NADU (579 Nos.)

15 VELAMPALAYAM
ACHALPURAM
ADUTHURAI
AGARAM
AGARAMTHEN
AGARATHIRUMALAM
AGRAHARA MANAPPALLI
AKASAMPATTU
ALAMBADI
ALANGANALLUR
ALANGUDI
ALANGULAM
AMBAPPUR
AMBASAMUDRAM
AMBUR
AMMANANKOIL
ANAIMALAI
ANAKAPUTHUR
ANNALAGRAHARAM
ANTHIYUR
ARAKKONAM
ARANI
ARANTHANGI
ARASANKALANI
ARCOT
ARIYALUR
ARPAKKAM
ARUPUKOTTAI
ASANALLIKUPPAM
ASUR
ATHANAKOTTAI
ATTUR
ANDIPATTI
AVADI
AVINASHI
AVUDAYARPARAI
AYAPPAKKAM
AYOTHIYAPATTINAM
AYYAMPETTAI
AZHINJIVAKKAM
BALAKRISHNAPURAM
BARGUR
BATLAGUNDU
BEGEPALLI
BHAVANI
BODINAYAKANUR
C. MEYYUR
CHENGALPATTU
CHENNAI - ABHIRAMAPURAM
CHENNAI - ADAMBAKKAM
CHENNAI - ADYAR
CHENNAI - AMBATTUR
CHENNAI - AMINJIKARAI
CHENNAI - ANNA NAGAR EAST
CHENNAI - ANNA NAGAR WEST
CHENNAI - ARUMBAKKAM
CHENNAI - ASHOK NAGAR
CHENNAI - AYYAPPANTHANGAL
CHENNAI - CHAMBERS ROAD
CHENNAI - CHINMAYA NAGAR
CHENNAI - CHOOLOAI
CHENNAI - CHROMEPEET
CHENNAI - CHROMEPEET NEW COLONY
CHENNAI - EGMORE
CHENNAI - EKKATTUTHANGAL
CHENNAI - GEORGE TOWN

LIST OF BRANCHES (Contd.)

CHENNAI - HABIBULLA ROAD
CHENNAI - K K NAGAR
CHENNAI - KARAPAKKAM
CHENNAI - KATHIVAKKAM
CHENNAI - KOLATHUR
CHENNAI - KORATTUR
CHENNAI - KOTTIVAKKAM
CHENNAI - MADHAVARAM
CHENNAI - MANDAVELI
CHENNAI - MOUNT ROAD
CHENNAI - MUGALIVAKKAM
CHENNAI - MUGAPPAIR
CHENNAI - MYLAPORE
CHENNAI - NANGANALLUR
CHENNAI - NANMANGALAM
CHENNAI - NEELANGARAI
CHENNAI - NELSON MANICKAM ROAD
CHENNAI - NERKUNDRAM
CHENNAI - NUNGAMBAKKAM
CHENNAI - PADI
CHENNAI - PERAMBUR
CHENNAI - PERUNGUDI
CHENNAI - PURASAWALKAM
CHENNAI - PUZHUTHIVAKKAM
CHENNAI - RAMAPURAM
CHENNAI - RENGARAJAPURAM
CHENNAI - RETAIL BANKING DIVISION
CHENNAI - ROYAPETTAH
CHENNAI - ROYAPURAM
CHENNAI - SAIDAPET
CHENNAI - SALIGRAMAM
CHENNAI - SELAIYUR
CHENNAI - T NAGAR
CHENNAI - TEYNAMPET
CHENNAI - THIRUMULLAIVOYAL
CHENNAI - THIRUVOTTIYUR
CHENNAI - THORAIPAKKAM
CHENNAI - TIRUVANMIYUR
CHENNAI - TRIPLICANE
CHENNAI - VADAPALANI
CHENNAI - VALASARAVAKKAM
CHENNAI - VANAGARAM
CHENNAI - VELACHERY
CHENNAI - VILLIVAKKAM
CHENNAI - VINAYAGAPURAM
CHENNAI - ZAMIN PALLAVARAM
CHENNIMALAI
CHEYYARU
CHIDAMBARAM
CHINNA KANCHEEPURAM
CHINNAKALRAYANHILLS THERKKUNADU
CHINNALAPATTI
CHINNAMANUR
CHINNAPOOLAMPATTI
CHINNASALEM
CHINNIAMPALAYAM
CHINTHAMANI
CHITLAPAKKAM
COIMBATORE - GANAPATHY
COIMBATORE - KOVAIPUDUR
COIMBATORE - MANIAKARANPALAYAM
COIMBATORE - OPPANAKARA STREET
COIMBATORE - P N PALAYAM
COIMBATORE - R.S. PURAM
COIMBATORE - RAM NAGAR
COIMBATORE - RAMANATHAPURAM
COIMBATORE - SAIBABA COLONY
COIMBATORE - SINGANALLUR
COIMBATORE - SIVANANDA COLONY

COIMBATORE - SUNDARAPURAM
COIMBATORE - TVS NAGAR
COIMBATORE - VILANKURICHI
COLACHEL
CUDDALORE
CUMBUM
DALAPATHI SAMUDRAM
DARAPURAM
DEVAKOTTAI
DEVANANCHERY
DHALAVOIPURAM
DHARASURAM
DHARMAPURI
DINDIGUL
DINDIGUL- EAST CAR STREET
EACHANKUDI
EDAIYIRUPPU
ELLAMPILLAI
ENATHIMANGALAM
ERANAPURAM
ERAVANCHERY
ERODE
ERODE - MOOLAPALAYAM
GANGASOODAMANI
GERUGAMBAKKAM
GINGEE
GOBICHETTIPALAYAM
GUDIYATHAM
GUDUVANCHERY
GUMMIDIPOONDI
HARUR
HOSUR
HOSUR - AVALAPALLI
IDAPPADI
IKKARAIPOLUVAMPATTI
ILAYANGUDI
ILLALUR
ILUPPANATHAM
INAM KARIYANDAL
IRANIYAM
IRUMBADI
IRUNGALUR
JALAKANDAPURAM
JALLADIAMPET
JAYANKONDAM
KADAGAMBADI
KADAPERI
KADAYANALLUR
KADUGUR
KALAHASTINATHAPURAM
KALAPATTI
KALAYARKOIL
KALLAKURICHI
KANARPATTI
KANCHEEPURAM
KANGARAKOTTAI
KANGEYAM
KANKODUTHAVANITHAM
KANNANDERI
KAPPANAMANGALAM
KARADIPATTI
KARAIKUDI
KARAIKUDI - KALANIVASAL
KARAMADAI
KARUR
KARUR - VAIYAPURI NAGAR
KASAVANUR
KATHIRINATHAM

KATPADI
KATPADI - GANDHI NAGAR
KATTATHI
KATTUNAVAI
KATTUMANNARKOIL
KATTUPAKKAM
KAVERIPATTINAM
KEELAKARAI
KEELAKORUKKAI
KEELAPALUVUR
KELAMBAKKAM
KETTAVARAMPALAYAM
KIDARANKONDAN
KINATHUKADAVU
KODANGIPALAYAM
KODAVASAL
KOILAMBAKKAM
KONDANAGARAM
KOMARAPALAYAM
KOOTHANALLUR
KORADACHERY
KORANATTU KARUPPUR
KOTHANGUDI
KOTTUR
KOVILPATTI
KRISHNAGIRI
KULASEKARAM
KULASEKARAPPERI
KULATHUR
KUMBAKONAM GANDHINAGAR
KUMBAKONAM MAIN
KUMBAKONAM TOWN
KUNDRATHUR
KUNIAMUTHUR
KUNNATHUR
KUPPAMBATTU
KURICHI
KURICHIKOTTAI
KURUKKATHI
KUTTALAM
MADAGUDI
MADAPATTU
MADAPURAM
MADATHUKULAM
MADAVAKURICHI
MADIPAKKAM
MADUKKUR
MADURAI - ANNA NAGAR
MADURAI - CHOCKIKULAM
MADURAI - K K NAGAR
MADURAI - K. PUDUR
MADURAI - KODAL NAGAR
MADURAI - MAIN
MADURAI - OTHAKADAI
MADURAI - S.S. COLONY
MADURAI - T V S NAGAR
MADURAI - VILAKKUTHOON
MADURAI - VILLAPURAM
MADURANTHAKAM
MADURAPAKKAM
MADURAPURI
MADURAVOYAL
MALUMICHAMPATTI
MANALI
MANAMADURAI
MANAPAKKAM
MANAPPARAI
MANGADU

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MD Message

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LIST OF BRANCHES (Contd.)

MANGAIMADAM	PALAYAMKOTTAI	SANNANALLUR
MANGALAKKURICHI	PALAYANUR	SANOORAPATTI
MANGALAM	PALLADAM	SARAVANAMPATTI
MANJAKOLLA	PALLAVARAYANPATHAI	SATHYAMANGALAM
MANJAKUDI	PALLIKARANAI	SATTUR
MANJANAYACKANPATTI	PALLIPALAYAM	SEETHAPARPANALLUR
MANNARGUDI	PALLIPATTU	SELLANKUPPAM
MANNIVAKKAM	PALLUR	SEMBANARKOIL
MARAIMALAI NAGAR	PAMMAL	SEMMANJERI
MARAVANMADAM	PANANVAYAL	SENDAMANGALAM
MARTHANDAM	PANDARAVADAIMAPPADUGAI	SENGANUR
MARUNGULAM	PANNIMADAI	SENGURICHI
MAYILADUTHURAI	PANRUTI	SENJERIPUTHUR
MECHERI	PARAMAKUDI	SETHUBAVACHATRAM
MEDAVAKKAM	PARUTHIKOTTAI	SETHUPATTU
MELAIYUR	PARUVATHANAHALLI	SHOLINGANALLUR
MELAKABISTHALAM	PATTEESWARAM	SHOLINGHUR
MELAKOTTAIYUR	PATTUKOTTAI	SILLATUR
MELAVALAMPETTAI	PERAMBALUR	SINGAPERUMAL KOIL
MELERIPAKKAM	PERIYAKULAM	SIRKALI
MELUR	PERIYAKURICHI	SITHALAPAKKAM
MELVISHRAM	PERIYANAICKENPALAYAM	SITHARKADU
METTUPALAYAM	PERUMALPATTU	SIVAGANGA
MINJUR	PERUMANALLUR	SIVAGIRI
MODAKURICHI	PERUMALNAICKENPALAYAM	SIVAKASI
MUDICHUR	PERUMATHUNALLUR	SIVAKASI - SATCHIYAPURAM
MUDIKONDAN	PERUMBAKKAM	SOMANUR
MUSIRI	PERUNDURAI	SRIKANTAPURAM
MUTHUPET	PERUNGALATHUR	SRIPERAMBUDUR
MUTTAVAKKAM	PERUR	SRIVILLIPUTHUR
NACHIAR KOIL	PICHANDAR KOIL	SRM UNIVERSITY, KATTANKULATHUR
NADUKKADAI	PILLARI AGRAHARAM	SULTANPET
NADUPATTY	PODANUR	SULUR
NAGALUR	POLICHALUR	SUBRAMANYAPURAM
NAGAPATTINAM	POLLACHI	SURAMPATTI
NAGERKOIL	PONMAR	SURANDAI
NAGERCOIL - VADASERY	PONNAMARAVATHI	TAMBARAM
NAGORE	PONNERI	TAMBARAM - EAST
NALLAMANGUDI	POOLANKULAM	TENKASI
NALLUR	POONAMALLEE	THALAIVASAL
NAMAKKAL	POONTHANDALAM	THALAIYUTHU
NAMBIYUR	PORAYAR	THAMARANGKOTTAI
NANJIKOTTAI	PUDHUVETAKKUDI	THAMMAMPATTI
NANNILAM	PUDUKKOTTAI	THANJAVUR MAIN
NARANAMANGALAM	PUDUKKOTTAI - RAJAGOPALAPURAM	THANJAVUR - MEDICAL COLLEGE ROAD
NARASAMPATTI	PULIYAMPATTI	THANTHONI
NATHAM	PULIYANKUDI	THARAMANGALAM
NAVALUR	PUNJAI PULIYAMPATTI	THENI
NEDUNKUNDRAM	RAJAPALAYAM	THENNAMPALAYAM
NEIKUPPI	RAMANATHAM - THOLUDUR	THEPPERUMANALLUR
NEIVASAL SOUTH	RAMANATHAPURAM	THILLAINAYAGAPURAM
NEO (DIGI BRANCH)	RAMESWARAM	THIMMACHIPURAM
NEYVELI	RANIPET	THIMMAKUDI
NILAKKOTTAI	RASIPURAM	THIMMAMPETTAI
NORTH POIGAINALLUR	RAYAPURAM	THIMMAVARAM
ODDANCHATRAM	REDDIKUPPAM	THINDAL
ODDERPALAYAM	REDHILLS	THINDIYUR
OLAKKACHINNANUR	RISHIVANDIYAM	THIRUCHENGODE
OMALUR	S. PUDUR	THIRUINDALUR
ORAGADAM	SAHUPURAM	THIRUMALAISAMUDRAM
OTTAKOIL	SAKKOTTAI	THIRUMANGALAM
OTTANKADU UKKADAI	SALEM - AMMAPETTAI	THIRUMAZHISAI
PADAPPAI	SALEM - CHERRY ROAD	THIRUMUDIVAKKAM
PADIRAPULIYUR	SALEM - FAIR LANDS	THIRUNAGAR
PADUR	SALEM - MAIN	THIRUNAGESWARAM
PAKKAM	SALEM - SHEVAPET	THIRUNEERMALAI
PALANI	SALEM - SURAMANGALAM	THIRUNINDRAVUR
PALAVATHANKATTALAI	SANKAGIRI	THIRUPANANDAL
	SANKARANKOIL	

LIST OF BRANCHES (Contd.)

THIRUPAPULIYUR
THIRUPPALAI
THIRUTHANGAL
THIRUTTANI
THIRUTHURAIPOONDI
THIRUVALANJULI
THIRUVALLUR
THIRUVENCHERY
THIRUVERKADU
THISAYANVILAI
THOGUR
THONDAMUTHUR
THUCKALAY
THUDIYALUR
THUTTIPATTU
THUVAKUDI
TINDIVANAM
TIRUCHENDUR
TIRUCHERAI
TIRUCHULI
TIRUKALUKUNDRAM
TIRUKKATTUPALLI
TIRUKOILUR
TIRUMAKOTTAI
TIRUMARUGAL
TIRUNELLIKAVAI
TIRUNELVELI
TIRUNELVELI JUNCTION
TIRUPATHUR
TIRUPOONDI
TIRUPPUR
TIRUPPUR - DHARAPURAM ROAD
TIRUPPUR - PN ROAD
TIRUPPUR - VEERAPANDY
TIRUVANNAMALAI
TIRUVARUR TOWN
TIRUVARUR VIJAYAPURAM
TIRUVIDAIMARUTHUR
TRICHY - CANTONMENT
TRICHY - EDAMALAIPATTI PUDHUR
TRICHY - K.K. NAGAR
TRICHY - KARUMANDAPAM
TRICHY - KATTUR
TRICHY - MAIN
TRICHY - SRINIVASA NAGAR
TRICHY - SRIRANGAM
TRICHY - THILLAINAGAR
TUTICORIN
UDUMALPET
ULLIKOTTAI
UNAIYUR
URAPAKKAM
USILAMPATTI
UTHAMAPALAYAM
UTHIRAMERUR
UTHUKOTTAI
UTHUKULI
VADAKARAIYATTUR
VADAKKUTHU
VADALUR
VADAMADURAI
VADAVALLI
VALAJANAGARAM
VALANGAIMAN
VALLAM

VALLIOOR
VANDHAVASI
VANIYAMBADI
VANNICONENDAL
VARADARAJAPURAM
VATTATHIKKOTTAI KOLLUKKADU
VAZHAPADI
VEDARANYAM
VEDASANDUR
VEERANKUPPAM
VEERAPANDI
VEERAPANDI PUDUR
VEERAPERUMANALLUR
VEERAPPANCHATIRAM
VEERAPURAM
VELAPPANCHAVADI
VELLAKOVIL
VELLALAR AGARAM
VELLANOOR
VELLORE
VELLORE - SATHUVACHARI
VELUR
VENGAIVASAL
VENGANDUR
VENGATHUR
VENMANI
VEPPAMPATTU
VEPPANGANERI
VILANDAI
VILANDAKANDAM
VILATHIKULAM
VILLUPURAM
VIRALPAKKAM
VIRASINGANKUPPAM
VIRUDHACHALAM
VIRUDHUNAGAR
WALAJABAD
WALAJAPET

TELANGANA (47 Nos.)

ADILABAD
ALWAL
HANAMKONDA
HYDERABAD - A.S. RAO NAGAR
HYDERABAD - AMEERPET
HYDERABAD - BALANAGAR
HYDERABAD - BANJARA HILLS
HYDERABAD - BODUPPAL
HYDERABAD - DILSUKHNAGAR
HYDERABAD - HABSIGUDA
HYDERABAD - HIMAYAT NAGAR
HYDERABAD - KONDAPUR
HYDERABAD - KUKATPALLY
HYDERABAD - L. B. NAGAR
HYDERABAD - MALKAJGIRI
HYDERABAD - MANIKONDA
HYDERABAD - MEHDIPATNAM
HYDERABAD - MIYAPUR
HYDERABAD - PRAGATHI NAGAR
HYDERABAD - SHAPUR NAGAR
HYDERABAD - SIDAMBAR BAZAAR
HYDERABAD - VANASTHALIPURAM
HYDERABAD - VIKARABAD
HYDERABAD - WEST MARREDPALLY

JAGTIAL
KAMAREDDY
KARIMNAGAR
KHAMMAM
KHAMMAM- DIGITAL BANKING UNIT
KODAD
KOTHAGUDEM
MAHABUBNAGAR
MANCHERIAL
MEDCHAL
MEERPET
MIRYALAGUDA
NALGONDA
NIRMAL
NIZAMABAD
PALWANCHA
RAMACHANDRAPURAM
SANGAREDDY
SECUNDERABAD RANIGUNJ
SHAMSHABAD
SIDDIPET
SURYAPET
WARRANGAL

UTTAR PRADESH (16 Nos.)

AGRA
ALIGARH
AYODHYA
BAREILLY
GHAZIABAD
GREATER NOIDA
JHANSI
KANPUR
LUCKNOW
LUCKNOW- GOMTI NAGAR
LUCKNOW- SAROJINI NAGAR
MEERUT
MORADABAD
NOIDA
PRAYAGRAJ
VARANASI

UTTARAKHAND (3 Nos.)

DEHRADUN
HARIDWAR
RISHIKESH

WEST BENGAL (2 Nos.)

KOLKATA - B B D BAG
KOLKATA - RASH BEHARI AVENUE

EXTENSION COUNTERS (7 Nos.)

SRM UNIVERSITY
KATTANKULATHUR, CHENNAI.
SRM UNIVERSITY
RAMAPURAM, CHENNAI.
PUBLIC HEALTH CENTRE,
WEST MAMBALAM, CHENNAI.
SHRIRAM COLLEGE, PERUMALPATTU.
THIYAGARAJA COLLEGE OF ENGINEERING,
TIRUPARANKUNDRAM.
ST ANGELOES COLLEGE, LUCKNOW.
SRM SONIPET- HARYANA

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OTHER OFFICES

INTERNATIONAL BANKING DIVISION & DP DIVISION

CUB BHAVAN, A-5 & A-6,
SIDCO Industrial Estate, Guindy,
Chennai - 600 032.

SERVICE BRANCH

706, 2nd Floor, Anna Salai,
Thousand Lights, Chennai - 600 006.

COMPUTER SYSTEM DEPARTMENT

CUB BHAVAN, A-5 & A-6,
SIDCO Industrial Estate, Guindy,
Chennai - 600 032.

BUSINESS DEVELOPMENT CENTRE

MCM Tower, 4th Floor, Super B3,
Thiru Vi Ka Industrial Estate, Guindy,
Chennai - 600 032.

CUSTOMER DATA PROCESSING CELL (CDPC)

Premier Trade Center,
1st Floor, No.1/55, Mayiladuthurai Main Road,
Ullur, Kumbakonam - 612 001.

CENTRALISED LOAN OPENING CELL (CLOC)

Premier Trade Center,
No.1/55, Mayiladuthurai Main Road, Ullur,
Kumbakonam - 612 001.

CURRENCY CHEST

No.24B, Gandhi Nagar,
Kumbakonam - 612 001.

DIGITAL BANKING DIVISION

1st & 2nd Floor, 706, Anna Salai,
Thousand Lights, Chennai - 600 006.

CALL CENTRE

Premier Trade Center, 2nd Floor,
No.1/55, Mayiladuthurai Main Road, Ullur,
Kumbakonam - 612 001.

DATA CENTRE, CHENNAI

STT Global Centres, Thiruvalluvar Earth
Station, No.226, Redhills Road,
Kallikuppam, Ambatur - 600 053.

DATA RECOVERY, BENGALURU

STT Global Data Centres,
Plot No. 18,19 & 20, KIADB, EPIP Layout,
Whitefield, Bengaluru - 560 066.

CENTRAL PROCESSING HUBS (CPHs)

Chennai - Tambaram

1st Floor, 24/38, Rajaji Salai (Opp. To PF
Office), Tambaram (West), Chengalpet Dt,
Chennai - 600 045.

Coimbatore

1st Floor,
27-30, Sarojini Street,
Ram Nagar, Coimbatore - 641 009.

Hyderabad

Sama Towers, 1st Floor,
3-6-365/A/1, Liberty X Road,
Himayat Nagar, Hyderabad - 500 029.

Madurai

Badhusha Pavilion, 1st Floor,
9 KK Nagar Main Road,
(Opp WAKF Board College),
Madurai - 625 020.

Trichy

Smt. Indira Gandhi College Campus,
Kaliammal Koil Street,
Tiruchirapalli - 620 002.

Chennai - Adayar

2nd Floor, New No: 15,
Old No: 5, Third Cross Street,
Kasthuribai Nagar, Adyar,
Chennai - 600 020

Erode

1st Floor, 907, Panner Selvam Park,
Brough Road,
Erode - 638 001.

STAFF COLLEGE

KUMBAKONAM

35/14, 1st Floor,
Kamatchi Josier Street,
Kumbakonam - 612 001.

Kumbakonam

Premier Trade Center,
2nd Floor, No.1/55,
Mayiladuthurai Main Road, Ullur,
Kumbakonam - 612 001.

Puducherry

1st Floor, 119, Bussy Street,
Puducherry - 605 001.

Bengaluru

No. 950, Ground Floor,
Swamy Complex, 24th Main Road,
J.P. Nagar 2nd Phase,
Bengaluru - 560 078

Vijayawada

Door No.29-36-18, 1st Floor,
Malladhi Vari Street,
Museum Road, Governorpet,
Vijayawada - 520 002.

Mumbai

No. 503-504, 5th Floor, DLH Park,
S.V. Road, Goregaon West,
Mumbai - 400 104.

New Delhi

1st Floor, 18/7,
Arya Samaj Road, Karolbagh,
New Delhi - 110 005.

Salem

1st Floor, 226-228,
Cherry Road,
Salem - 636 007

REGISTERED OFFICE

149, TSR (Big) Street,
Kumbakonam - 612001.

ADMINISTRATIVE OFFICE

"Narayana", 24-B, Gandhi Nagar,
Kumbakonam - 612 001.

BASEL III - PILLAR 3 DISCLOSURE AS ON MARCH 31, 2026

1. Scope of Application and Capital Adequacy

Table DF - 1

SCOPE OF APPLICATION

City Union Bank Limited is an old premier Private Sector Bank which was incorporated on October 31, 1904 with its Registered Office at Kumbakonam, Tamilnadu, India. The Bank was included in the Second Schedule of Reserve Bank

of India Act, 1934, on March 22, 1945. The Bank does not have any subsidiary / Associate companies under its Management.

Qualitative Disclosures :

Type of Capital	Features
Common Equity Tier I Capital	- During the FY 25-26, the Bank has allotted 20,61,528 equity Shares of face value of ₹1/- each, pursuant to exercise of stock options by the employees. - The Equity Share Capital of the Bank as on March 31, 2026 stood at ₹74.30 crore. - The Share Premium collected during this year was ₹31.85 crore. - The Share Premium account as on March 31, 2026 stood at ₹940.37 crore.
Tier II Capital	- The Bank has not raised Tier II capital instruments such as Debt Capital instruments / Preference Share Capital instruments during the year ended March 31, 2026. - The Tier II capital arrived at ₹534.64 crore as on March 31, 2026.

Quantitative Disclosures :

(₹ in crore)

Sl. No.	Description	Amount	
1.	Tier - I Capital		10,250.57
	a) Paid-up Capital	74.30	
	b) Reserves & Surplus	10,176.27	
	Amount deducted from Tier I Capital (if any)		134.51
	a) Intangible Assets (includes net of DTA)	120.35	
	b) Cross Holdings	0.35	
	c) Unrealised gains on level 3 investment (AFS reserve)	13.81	
	Total Eligible Tier I Capital		10,116.06
2.	Tier - II Capital		534.64
	a) Revenue Reserves (Investment Reserve)	165.68	
	b) Provision for Impact of COVID - 19	6.36	
	c) Provision for Country Risk exposure	2.25	
	d) Provision for Unhedged exposure	2.72	
	e) Provision for Standard Assets	327.63	
	f) Provision for Contingencies	30.00	
	Less : Cross Holdings		0.00
	Total Tier II Capital (A)		534.64
	1.25% of Credit RWA (B) [1.25% x 43014.34]		537.68
	Total Eligible Tier II Capital (min of {A,B})		534.64
	Total Eligible Capital (Tier I and Tier II)		10,650.70

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CAPITAL ADEQUACY

Qualitative Disclosures :

A. A summary discussion of the Bank's approach to assessing the adequacy of its capital to support current and future activities.

In order to strengthen the capital base of banks in India, the Reserve Bank of India introduced capital adequacy norms in April 1992, based on the Basel I framework issued by the Basel Committee on Banking Supervision (BCBS). Initially, the framework prescribed capital requirements for credit risk, which was subsequently expanded to include market risk. The Bank complied with the minimum capital requirements prescribed for both credit and market risks.

Subsequently, the BCBS released the "International Convergence of Capital Measurement and Capital Standards: A Revised Framework" (popularly known as Basel II document) on June 26, 2004. Reserve Bank of India thereafter issued the final guidelines on April 27, 2007 for implementation of the New Capital Adequacy (Basel II) Framework, which also included capital requirements for Operational Risk. In accordance with the RBI guidelines, the Bank successfully migrated to the Basel II Framework with effect from March 31, 2009.

Further, RBI issued guidelines on Basel III Capital Regulations during May 2012, applicable to banks operating in India. The Basel III framework was implemented in India in a phased manner from April 01, 2013 and originally envisaged full implementation of the Capital Conservation Buffer (CCB) by March 31, 2018. RBI also issued detailed Guidelines on Composition of Capital Disclosure Requirements on May 28, 2013.

Considering the adverse economic conditions and the stress arising out of the COVID-19 pandemic, RBI issued various circulars extending the transitional arrangements for full implementation of Basel III Capital Regulations. Presently, the minimum regulatory capital requirement under Basel III, including the Capital Conservation Buffer, stands at 11.50% (9.00% minimum CRAR plus 2.50% CCB) with effect from October 01, 2021.

RBI also issued circulars on "Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments" on March 31, 2015. Subsequently, the

Basel III Capital Regulations were consolidated under the Master Circular DOR.CAP.REC.70/21-01.002/2025-26 dated November 28, 2025.

Under the Basel II framework, the total regulatory capital comprised Tier I Capital (core capital) and Tier II Capital (supplementary capital). Basel III places greater emphasis on the quality of capital by predominantly requiring Common Equity Tier I (CET1) capital as the principal component of regulatory capital. Non-equity Tier I and Tier II capital continue to form part of the regulatory capital framework subject to the eligibility criteria prescribed under Basel III.

The Basel III capital regulations continue to be structured around the three-mutually reinforcing Pillars of the Basel II capital adequacy framework, viz. Minimum Capital Requirements (Pillar 1), Supervisory Review of Capital Adequacy (Pillar 2) and Market Discipline through disclosures (Pillar 3).

The key objectives of Basel III include:

- Improving the quality of capital to ensure that the banks are capable of absorbing losses, both as going concern and as gone concern basis.
- Enhancing the risk coverage under the capital framework.
- Introducing a leverage ratio as a supplementary measure to the risk-based capital framework; and
- Strengthening supervisory review processes and disclosure standards.

The macro-prudential elements of Basel III are primarily reflected through capital buffers, namely the Capital Conservation Buffer (CCB) and the Counter Cyclical Capital Buffer (CCCB), which are intended to protect the banking sector during periods of financial stress and economic cycles. At present, the Capital Conservation Buffer framework is in force.

Minimum capital requirements under Basel III:

Under the Basel III Capital Regulations, banks are required to maintain a minimum Pillar 1 Capital (Tier I + Tier II) to Risk Weighted Assets Ratio (CRAR) of 9% on an on-going basis. Besides these minimum capital requirements, Basel III also provides for creation of Capital Conservation Buffer (CCB) and Counter Cyclical Capital Buffer (CCCB).

As per the RBI guidelines mentioned, Capital ratios with full implementation of capital conservation buffer (CCB) of 2.50% is summarized below:

(% to RWA's)

Capital Ratios	March 31, 2016 onwards	March 31, 2017 onwards	March 31, 2018 onwards	October 1, 2021 onwards
Minimum Common Equity Tier I (CET 1)	5.500	5.500	5.500	5.500
Capital Conservation Buffer (CCB)	0.625	1.250	1.875	2.500
Minimum CET 1 + CCB	6.125	6.750	7.375	8.000
Additional Tier 1	1.500	1.500	1.500	1.500
Minimum Tier 1 Capital (excluding CCB)	7.000	7.000	7.000	7.000
Tier 2 Maximum allowed	2.000	2.000	2.000	2.000
Minimum Total Capital	9.000	9.000	9.000	9.000
Minimum Total Capital + CCB	9.625	10.250	10.875	11.500

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B. The Bank's approach in assessment of Capital Adequacy

The Bank is presently following Standardised Approach for credit risk, Standardised Duration Approach for market risk and Basic Indicator Approach for operational risk for the purpose of computation of capital charge under Basel III Capital regulations. Further, RBI has advised the banks to prepare for migration to the New Standardised Approach for computation of capital charge for Operational Risk vide 'Master Direction on Minimum Capital Requirements for Operational Risk' dated June 26, 2023. In terms of the said Master Direction, RBI had called for submission of operational risk data as on 31.03.2025 and the required data was submitted by the Bank during June 2025. Based on the revised methodology for computation of capital charge under the proposed framework, the

operational risk capital requirement has shown a decline, resulting in reduction in Risk Weighted Assets (RWA) and a marginal improvement in the Capital to Risk Weighted Assets Ratio (CRAR). Apart from computation of CRAR under Pillar I requirements, the Bank also carries out periodic stress testing across various risk areas to assess the impact of stressed scenarios and plausible adverse events on asset quality, liquidity, profitability and capital adequacy. Further, the Bank undertakes the Internal Capital Adequacy Assessment Process (ICAAP) annually to evaluate the adequacy of its capital funds in relation to the risks covered under Pillar I and Pillar II of the Basel framework. The ICAAP process also assesses the sufficiency of the Bank's capital to support its projected business growth and future risk profile.

C. Quantitative Disclosures :

(₹ in crore)

a)	Capital requirements for Credit Risk : (@ 9.00% on Risk Weighted Assets)		
	- Portfolios subject to Standardised Approach (48,585.66 * 9.00%) - Securitisation exposures		4,372.71 Nil
b)	Capital requirements for Market Risk : Standardised Duration Approach		11.22
	- Interest Rate Risk - Equity Risk - Foreign Exchange Risk	Nil 1.32 9.90	
c)	Capital requirements for Operational Risk : Basic Indicator Approach (5,431.12 * 8.00%)		434.49
	Minimum Capital required (a+b+c)		4,818.42

d)	Capital Conservation Buffer (CCB) at 2.50% (48,585.66 * 2.50%)	1,214.64
	Minimum Total Capital + CCB	6,033.06
	Total Capital Funds available	10,650.70
	Total Risk Weighted Assets	48,585.66
e)	Common Equity Tier I CRAR % (excluding CCB)	18.32%
	Capital Conservation Buffer	2.50%
	Tier I CRAR	20.82%
	Tier II CRAR	1.10%
	Total CRAR %	21.92%

D. Risk Exposure and Assessment:

Risk is an integral part of banking business in an ever-changing environment, which is undergoing significant transformation both in terms of technology and product offerings. The major risks faced by the Bank include credit risk, market risk and operational risk. The Bank aims to maintain an optimum balance between risk and return with a view to maximizing shareholder value while ensuring prudent risk management practices. The relevant information relating to the various categories of risks faced by the banks are furnished in the ensuing sections. These information are intended to provide market participants with a better understanding of the Bank's risk profile, risk management framework and the practices adopted for identification, measurement, monitoring and mitigation of risks.

The Bank has put in place a comprehensive risk management framework to address various risks associated with its business operations and has established an Integrated Risk Management Department (RMD) as an independent operational department for effective risk oversight and monitoring. At the apex level, Bank has constituted a Risk Management Committee of Board functioning for formulating, implementing and reviewing bank's risk management policies and practices pertaining to credit, market and operational risks. In addition to the Risk Management Committee of the Board, the Bank has established a robust enterprise-wide risk

management structure comprising the Risk Management Committee of Executives (RMCE), which is assisted by various specialized committees at the senior management level, namely: Asset Liability Management Committee (ALCO), Credit Risk Management Committee (CRMC), Operational Risk Management Committee (ORMC), Model Risk Management Committee (MRMC), Management Committee for Monitoring Frauds (MCMF) and Operational Resilience Committee (ORC).

The Credit Risk Management Committee (CRMC) oversees credit policies, procedures and related risk management aspects. The Asset Liability Management Committee (ALCO) is responsible for Asset Liability Management (ALM) functions, while the Integrated Treasury Policy governs both domestic and foreign treasury operations of the Bank. The Operational Risk Management Committee (ORMC) formulates policies and procedures for identification, assessment, monitoring and mitigation of operational risks. The Model Risk Management Committee (MRMC) evaluates and monitors the performance of various models with a view to minimizing model-related risks and losses. The Management Committee for Monitoring Frauds (MCMF) oversees measures relating to prevention, early detection and timely reporting of frauds to RBI. The Operational Resilience Committee (ORC) focuses on ensuring uninterrupted delivery of critical business services in line with regulatory expectations and customer requirements.

The Bank has formulated the following policies for mitigating the risk in various areas and monitoring the same :

- Integrated Risk Management Policy
- Loan Policy including MSME policy
- Credit Risk Management Policy
- Co-lending Policy
- Operational Risk Management Policy
- ALM Policy
- Integrated Treasury Policy
- Inspection and Audit policy
- KYC policy

- Risk Based Internal Audit Policy
- Stress Testing Policy
- Disclosure Policy
- ICAAP policy
- Credit Risk Mitigation & Collateral Management Policy
- Risk Rating Framework
- Pricing Policy
- New Product Assessment Policy
- Risk & Control Self-Assessment Standards (RCSA)
- Policy on Unhedged Foreign Currency Exposures of Corporates including SMEs
- Market Risk Management Policy
- Business Continuity Plan Policy
- Climate Risk Policy
- Fraud Risk Management Policy
- Model Risk Management Policy
- Digital Lending Policy
- Green Deposit Financing Framework
- Environment & Social risk policy
- Operational Resilience Policy

The structure and organization of Risk Management functions of the Bank is as follows :

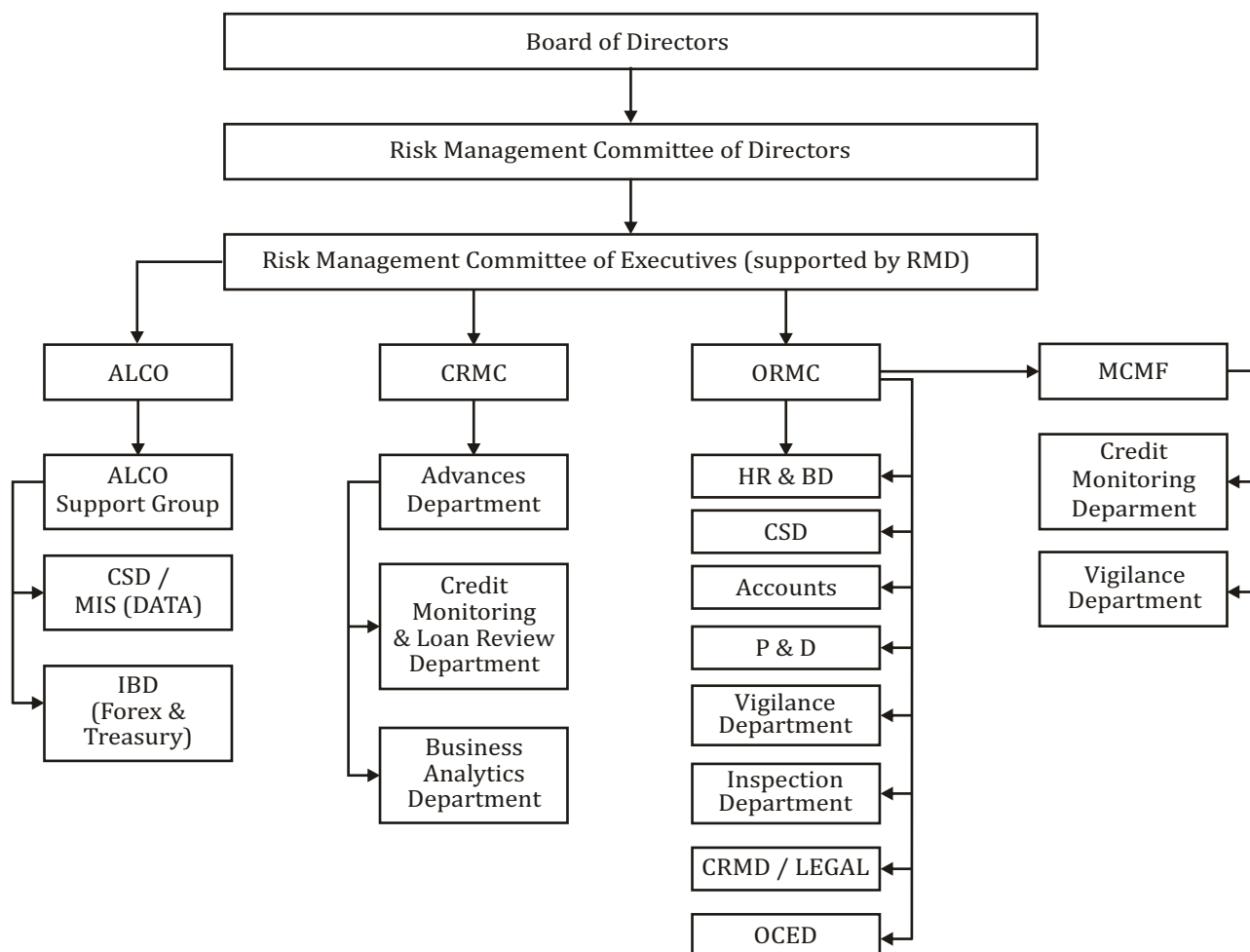


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CREDIT RISK: GENERAL DISCLOSURES

Credit Risk:

Credit Risk refers to the possibility of losses arising from a diminution in the credit quality of borrowers or counterparties. In a bank's portfolio, credit risk primarily emanates from lending activities, wherein a borrower may fail to meet its financial obligations due to deterioration in credit quality or creditworthiness of borrowers or counterparties.

Credit Risk Management encompasses a range of management techniques that enable banks to mitigate the adverse impact of credit risk. The objective of Credit Risk Management is to identify, measure, monitor and control credit risk through the adoption of appropriate methodologies and prudential practices.

The Bank has formulated a Loan Policy which lays down various prudential norms, benchmarks and guidelines for sanctioning of credit facilities as well as their subsequent monitoring and recovery. In addition, the Bank has also framed a separate Credit Risk Management Policy and a Policy on Credit Risk Mitigation and Collateral Management.

Credit risk is assessed through a robust internal credit risk rating system. Credit rating is a process wherein the strengths and weaknesses of a borrower are evaluated and a score is assigned, enabling the Bank to take a view on the acceptability or otherwise of a credit proposal. Earlier, the Bank used its own internal rating models for borrower assessment. However, since FY 2024-25, the Bank has started rating borrowers with exposures above

Rs.50 lakh through ICRA Analytics Limited Rating Solution (IRS 3.0), which computes Probability of Default (PD) and Expected Loss (EL) of the borrower.

The Bank has also digitized its lending processes and credit decisioning through Newgen Software Technologies Limited for retail and corporate lending (MSME and non-MSME segments), and uses BCG scorecards for MSME lending. In addition, the Bank has engaged fintech partners such as ScoreMe, Perfios (for Credit Assessment Reports), Hunter/Experian (for fraud assessment of borrowers), and Legality (for digital signing and documentation) etc. for specific credit risk assessment, underwriting support, fraud evaluation and digital documentation processes.

Credit Risk Management Policy:

The Bank has put in place a well-structured Credit Risk Management Policy duly approved by the Board. The Policy document defines the organizational structure, roles and responsibilities, and the processes through which credit risk is identified, measured, monitored and managed. Credit risk is monitored on a bank-wide basis, and compliance with the risk limits approved by the Credit Risk Management Committee (CRMC) / Board and is being reviewed periodically.

The Bank adopts the definition of 'past due' and 'impaired credits' (for reporting purposes) as defined by Reserve Bank of India under Income Recognition, Asset Classification and provisioning (IRAC) norms (vide RBI Master Circular dated Nov 28, 2025).

Quantitative Disclosures :

Total Gross Credit Risk Exposures including Geographic Distribution of Exposure : (₹ in crore)

Exposure as on March 31, 2026	Domestic	Overseas	Total
Fund based	73,075.67	--	73,075.67
Non-Fund based (including derivative exposure)	3,593.61	--	3,593.61
Investment (Non SLR)	146.28	--	146.28
Total	76,815.56	--	76,815.56

Industry type distribution of exposures as on March 31, 2026

(₹ in crore)

INDUSTRY / ACTIVITY	Funded Exposure	Non-Funded Exposure	Investment Exposure (Non-SLR)	Total Exposure
Mining and Quarrying	202.12	11.16	0.00	213.27
Iron and Steel	1,008.65	32.64	0.33	1,041.61
Other Metal and Metal Products	2,142.52	250.25	0.00	2,392.77
Engineering of which Electronics	302.71	56.62	0.00	359.33
Others (incl Electrical & Home Appliances)	506.47	155.62	0.00	662.09
Cotton Textiles	2,464.89	102.53	0.00	2,567.41
Other Textiles	2,683.40	103.39	0.00	2,786.79
Food Processing	645.68	17.06	0.00	662.73
Beverages and Tobacco	396.54	0.00	0.00	396.54
Leather and Leather products	31.81	0.00	0.00	31.81
Wood and Wood Products	156.98	31.18	0.00	188.16
Paper and Paper Products	813.28	46.31	0.00	859.58
Petroleum, Coal Products and Nuclear Fuels	65.00	0.00	0.00	65.00
Drugs and Pharmaceuticals	215.33	24.44	0.00	239.77
Other Chemicals and Chemical Products	396.98	41.76	0.12	438.87
Rubber, Plastic and their Products	589.52	32.59	0.00	622.12
Glass & Glassware	25.38	0.52	0.00	25.90
Cement and Cement Products	61.53	6.50	0.00	68.03
Vehicles, Vehicle Parts and Transport Equipments & Auto parts	337.36	8.17	0.00	345.53
Gems and Jewellery	620.01	1.72	0.00	621.73
Construction	907.78	169.76	0.09	1,077.63
Infrastructure	2,027.90	657.73	0.00	2,685.63
Other Industries	2,277.32	185.77	0.00	2,463.09
All Industries / Activities Total	18,879.15	1,935.70	0.54	20,815.39
Residuary (other exposures)	54,196.53	1,657.91	145.74	56,000.18
Total Gross Exposure	73,075.68	3,593.61	146.28	76,815.56

Industries wherein the bank's exposure in related industry has exceeded 5% of the total gross credit exposure as on Mar 31, 2026: Nil

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Residual contractual maturity breakdown of Assets as on March 31, 2026

(computed as per the guidelines of RBI on Asset Liability Management)

(₹ in crore)

Period	Cash, RBI Balance and Balance with all Banks	Advances (Net)	Investments (Net)	Fixed & Other Assets	Total
1 day	4,042.24	527.37	6,908.36	163.80	11,641.77
2 to 7 days	2,772.77	1,692.81	662.91	240.36	5,368.85
8 to 14 days	70.28	1,062.12	366.13	230.94	1,729.47
15 to 30 days	146.50	1,064.60	785.51	27.24	2,023.85
31 days & upto 2 months	93.56	1,720.19	501.64	20.57	2,335.96
Over 2 months & upto 3 months	78.56	2,739.67	421.25	20.57	3,260.06
Over 3 months & upto 6 months	156.98	4,838.95	849.71	344.87	6,190.51
Over 6 months & upto 1 Year	594.48	15,754.49	3,207.65	94.34	19,650.96
Over 1 year & upto 3 years	958.61	24,572.95	5,191.09	412.47	31,135.12
Over 3 years & upto 5 years	7.48	4,734.26	40.08	28.68	4,810.50
Over 5 years	5.61	7,167.76	52.59	1,651.39	8,877.35
Total	8,927.07	65,875.17	18,986.92	3,235.23	97,024.40

Gross NPA

(₹ in crore)

Sub-Standard	357.91
Doubtful 1	170.88
Doubtful 2	137.57
Doubtful 3	423.36
Loss	183.36
Gross NPA - Total	1,273.08

Net NPA

(₹ in crore)

Sub-Standard	289.47
Doubtful 1	88.41
Doubtful 2	71.54
Doubtful 3	--
Loss	--
Net NPA - Total	449.42

Geographical wise NPA

(₹ in crore)

Particulars	Domestic	Overseas	Total
Gross NPA	1,273.08	Nil	1,273.08
Provision for NPA	810.53	Nil	810.53
Provision for Standard asset	327.63	Nil	327.63
Particulars	%		
Gross NPA to Gross Advances	1.91%		
Net NPA to Net Advances	0.68%		

The movement of Gross NPA are as under :

(₹ in crore)

Sl.No.	Position	NPA
1.	Opening Balance at the beginning of the year (April 1, 2025)	1,638.17
2.	Additions made during the year	744.84
3.	Reductions during the year	1,109.93
4.	Closing Balance at the end of the year (March 31, 2026) [1+ 2 -3]	1,273.08

The movements of provisions for NPAs are as under :

(₹ in crore)

Sl.No.	Position	Total Provision
1.	Opening Balance at the beginning of the year (April 1, 2025)	966.76
2.	Provisions made during the year	254.00
3.	Write-off / Write-back of excess provisions during the year	410.23
4.	Closing Balance at the end of the year (March 31, 2026) [1+2 -3]	810.53

(₹ in crore)

	Recovery made during the year March 31, 2026 which is directly taken to Income Account	229.16
--	--	--------

(₹ in crore)

1.	Non-Performing Investment	1.93
2.	Provision held for Non-Performing Investment	1.99

The movement of provisions for depreciation on Investments :

(₹ in crore)

Sl.No.	Position	Total Provision
1.	Opening balance at the beginning of the year (April 1, 2025)	NA
2.	Provisions made during the year	NA
3.	Write-off during the year	NA
4.	Write-back of excess provisions during the year	NA
5.	Closing Balance at the end of the year (March 31, 2026) [1 + 2 - 3 - 4]	NA

Table DF - 4
CREDIT RISK : DISCLOSURES FOR PORTFOLIO SUBJECT TO THE STANDARDISED APPROACH
Qualitative Disclosures:

The Bank accepts ratings assigned by External Credit Rating Agencies approved by the Reserve Bank of India, namely CRISIL, ICRA, CARE, India Ratings & Research Pvt Ltd., Acuite Ratings & Research Ltd., Infomerics Valuation and Rating Pvt Ltd., and Brickwork Ratings, to facilitate corporate borrowers in obtaining credit ratings.

Borrowers who have not obtained ratings from any of the approved external credit rating agencies are treated as "unrated" for regulatory and risk-weight computation purposes.

The Bank computes risk weights based on external ratings assigned to borrowers, both for long-term and short-term facilities. These ratings are generally facility-specific and are used in accordance with Basel III guidelines. The Bank follows the procedures prescribed

under Basel III norms for the use of external ratings in risk weight computation and capital adequacy assessment.

- Rating assigned by any of the applicable rating agency is used for all the types of claims on the borrowing entity. In case of availability of rating of more than one rating agency, the least among the rating is taken.
- Long-term ratings are used for facilities with contractual maturity of one year & above.
- Short-term ratings are generally applied for facilities with contractual maturity of less than one year.

Quantitative Disclosures:

The exposures, after risk mitigation under the Standardised Approach (both rated and unrated), classified into the three major risk buckets, along with exposures deducted as part of risk mitigation, are given below.

(₹ in crore)

Risk Weight	Rated	Unrated	Total
Below 100 %	1,506.94	49,209.33	50,716.27
At 100 %	930.74	21,696.91	22,627.65
More than 100 %	812.61	4,025.40	4,838.01
Total outstanding after Mitigation	3,250.29	74,931.64	78,181.93
Deducted (as per Risk Mitigation)	34.42	23,004.33	23,038.75

Table DF - 5

CREDIT RISK MITIGATION: DISCLOSURES FOR STANDARDISED APPROACHES

Qualitative Disclosures:

The Bank has put in place Credit Risk Mitigation and Collateral Management Policy with the primary objective of

- Mitigating Credit Risks and enhancing awareness on identification and acceptance of appropriate collateral, taking into account the spirit of Basel III / RBI guidelines.
- Optimizing the benefits of Credit Risk Mitigation in the computation of capital charge in accordance with the approaches prescribed under Basel III / RBI guidelines.

Valuation and methodologies are detailed in Credit Risk Management Policy, Valuation Policy and Loan Policy of the Bank.

The Bank recognizes the following Financial Collateral (FC) for Credit Risk Mitigation.

- a) Cash or Cash equivalent (Bank Deposits /Certificate of Deposits issued by the Bank, etc.)
- b) Gold Jewellery including gold coins specially minted by Banks (the value of gold jewellery and coins shall be arrived at after converting it notionally to 99.99 purity)
- c) Kisan Vikas Patras *
- d) National Savings Certificates *
- (* - Provided no lock in period is operational and if they can be encashed within the holding period)
- e) Life Insurance Policies with a declared surrender value
- f) Securities issued by the Central and State Governments
- g) Debt securities rated by an approved Credit Rating Agency, in respect of which the Bank should be sufficiently confident about the market liquidity where such securities are either:

- Attracting 100% or lesser risk weight i.e., rated atleast BBB (-) when issued by public sector entities and other entities (including banks and Primary Dealers); or
- Attracting 100% or lesser risk weight i.e., rated atleast CARE A3 / CRISIL A3 / India Ratings and Research Private Limited (India Ratings) A3 / ICRA A3 / Brickwork A3 / Acuite A3 / IVR A3 (INFOMERICS) in respect of short-term debt instruments.

- Debt securities though not rated by Credit Rating Agency, where
 - The securities are issued by a bank;
 - The securities are listed on a recognized stock exchange;
 - The securities are classified as senior debt;
 - All rated issues of the same seniority by the issuing bank are rated atleast BBB (-) or CARE A3 / CRISIL A3 / India Ratings and Research Private Limited (India Ratings) A3 / ICRA A3 / Brickwork A3 / Acuite A3 / IVR A3 (INFOMERICS) by a chosen Credit Rating Agency;
 - The Bank holding the securities as collateral has no information to suggest that the issue warrants a rating below BBB (-) or CARE A3/CRISIL A3/ India Ratings and Research Private Limited (India Ratings) A3 /ICRA A3/Brickwork A3/ Acuite A3 / IVRA3 (INFOMERICS), as applicable and
 - The Bank is sufficiently confident about the market liquidity of the security.
- h) Units of Mutual Funds regulated by the securities regulator of the jurisdiction of the bank's operation where
 - a price for the units is publicly quoted daily i.e., where the daily NAV is available in public domain and
 - Mutual fund is limited to investing in the instruments listed above

The Bank accepts guarantees from individuals with considerable net worth and the Corporates, besides guarantee issued by Government, other Commercial Banks, ECGC, CGSE and CGTSI.

Concentration Risk in Credit Risk Mitigation: All types of securities eligible for mitigation are easily realizable financial securities. At present, a ceiling of 35% of Gross Advances in respect of Gold Jewels (financial collateral) has been prescribed in order to address the concentration risk in credit risk mitigants recognized by the bank. The portion of advances subjected to CRM including non-funded advances amounted to 29.47% of outstanding total of funded and non-funded credit. The Bank has ensured legal certainty in the matter of credit risk mitigation as per RBI guidelines.

Quantitative Disclosures :

- a. For each separately disclosed credit risk portfolio, the total exposure (after, where applicable, on-or off balance sheet netting) that is covered by eligible financial collateral (FCs) after the application of haircuts is given below :

(₹ in crore)

Portfolio category	Financial collateral	Quantum of exposure covered
Funded - Credit	Bank's own deposits	1,639.29
	Gold Jewels	19,450.97
	LIC / KVP / NSC	16.24
Non - Funded	Bank's own deposits	757.81

- b. For each separately disclosed portfolio, the total exposure (after, On Balance Sheet netting) that is covered by Guarantees :

(₹ in crore)

Portfolio category	Guaranteed by	Quantum of exposure covered
Funded - Credit	Food Credit (Central Government)	277.30
	ECGC	611.37
	CGTSI	256.38
	CGSE	103.99
	ECLGS (Central Government)	209.02

Table DF - 6

SECURITIZATION EXPOSURES : DISCLOSURE FOR STANDARDISED APPROACH

Qualitative Disclosures : The Bank has not undertaken any securitization activity.

Quantitative Disclosures : NIL

Table DF - 7
MARKET RISK IN TRADING BOOK

Qualitative Disclosures:

Market Risk in trading book is assessed as per the Standardised Duration Approach. The capital charge for both investments and foreign exchange exposure is computed as per Reserve Bank of India prudential guidelines based on the circular dt. November 28, 2025.

a. Definition of Market Risk:

Market Risk refers to the potential losses arising from volatility in interest rates, foreign exchange rates, equity prices and commodity prices. Market Risk arises with respect to all Market Risk Sensitive Financial Instruments, including Securities, Foreign Exchange Contracts, Equity and Derivative Instruments as well as from Balance Sheet or Structural Positions.

b. Portfolios covered under Standardised Approach:

The bank's portfolio comprises of Government securities, equity shares and forex portfolio.

c. Strategies and processes:

1. The Bank has put in place a Comprehensive Market Risk Management Framework to address the Market Risks (Bank Wide) including that of the Trading Book.
2. Within the above framework, various policies of the Bank prescribes Limits like Value at Risk (VaR),

Duration, Minimum holding level for Liquid Assets, Exposure limits, Forex Open Position Limits (day light/overnight), Stop-Loss Limits etc.

3. Risk profiles are analyzed and the effectiveness of risk mitigants is regularly monitored through Mid Office.
4. Adherence to limits are being monitored by dedicated Mid Office, which reports exceptions to the head of the Risk Management Department, independent of Treasury /IBD operational units.

d. Risk Measurement:

1. Value at Risk (VaR) numbers is arrived for Equity Portfolio and Foreign Exchange Position.
2. The positions are marked to market at stipulated intervals. The Duration /Modified Duration for Trading Book is computed and its adherence to the prescribed duration limits is ensured.
3. The Bank is computing capital charge for both investments and foreign exchange exposure categories using Standardised Duration Approach as required under RBI guidelines.
4. Stress Testing Analysis is done by applying rate shocks on investment portfolio and also on foreign exchange open position.

Quantitative Disclosures :

Capital charge for Market Risk as on March 31, 2026

(₹ in crore)

Interest Rate Risk	Nil
Equity Position Risk	1.32
Foreign Exchange Risk	9.90
Total	11.22

Table DF - 8
OPERATIONAL RISK

Qualitative Disclosures:

Operational Risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational Risk includes Legal Risk but excludes Strategic and Reputational Risks.

The Bank has put in place Operational Risk Management Policy duly approved by the Board. This Policy outlines the Organisation Structure and covers the process of Identification, Assessment /Measurement and control of various Operational Risks.

The other policies adopted by the Bank which deal with the management of operational risks are Inspection Policy, Information Security Audit Policy and Policy on Modified Code of Conduct for Know Your Customer & Anti-Money Laundering Standards.

Operational Risks in the Bank are managed through comprehensive and well-articulated internal control framework. Operational risk is mitigated by effecting

suitable insurance coverage wherever necessary. The Bank has also put in place a compliance cell to supervise KYC & AML guidelines and off site monitoring of high value transactions. For accounting operations in the computerized environment, suitable internal control system is maintained and a separate policy on I.T. Security is in place specifying the internal guidelines on access, control, communications, operations, personal security, business continuity management etc. Bank has made tie up arrangements with HDFC ERGO General Insurance Company Ltd for Insurance coverage for Cyber security, crime & signature management plus liability insurance (3 policies) for ₹325.00 crore.

Quantitative Disclosures:

Capital charge for Operational Risk is computed as per the Basic Indicator Approach based on 15% of the average of the gross income for the previous three years i.e. 2022-23, 2023-24 & 2024-25 as defined in the Master Circular on Basel III Capital Regulations of RBI dated November 28, 2025. The capital charge for operational risk is arrived at ₹434.49 crore.

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Table DF - 9
INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)

Qualitative Disclosures:

Interest Rate Risk is the risk where changes in the market interest rates might affect a bank's financial condition. Changes in interest rates affect both the current earnings (earnings perspective) as also the net-worth of the Bank (economic value perspective). The risk from earnings perspective can be measured as impact in the Net Interest Income (NII) or Net Interest Margin (NIM). Similarly, the risk from economic value perspective can be measured as drop in the Economic value of Equity (EVE).

The impact on income (earning perspective) is measured through use of Gap Analysis by applying notional rate shock up to 200 bps as prescribed.

For the calculation of impact on earnings, the Traditional Gap is taken from the Rate Sensitivity statement and based on the remaining period from the mid-point of a particular bucket, the impact for change in interest rates up to 200 bps is arrived at for one year time horizon.

The Bank has adopted Duration Gap Analysis for assessing the impact (as a percentage) on the Economic Value of Equity (Economic Value Perspective) by applying a notional interest rate shock of 200 bps. As per the RBI Guidelines on Banks "Asset Liability Management" Directions, 2025 DOR.LRG.No.82/13-10-001/2025-26 dated November 28, 2025, the Bank calculates Modified Duration Gap (DGAP) & the impact on the Economic Value of Equity (EVE). Assets and Liabilities are grouped as per Interest Rate Sensitivity Statement & bucket wise Modified Duration is computed for these groups of Assets and Liabilities using account level coupon and yields as per yield curve suggested by RBI.

Quantitative Disclosures:

- The impact of change in Interest Rate i.e. Earnings at Risk for 200 bps interest rate shock as on March 31, 2026 is ₹247.82 crore.
- The impact of change in market value of Equity for an interest rate shock of 200 bps as on March 31, 2026 is 5.93%.

Table DF - 10

GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK

Counterparty Credit Risk (CCR) is the risk that a counterparty to a transaction could default before the final settlement of the transaction cash flows. Unlike credit risk arising from a loan, where the exposure is unilateral and only the lending bank is exposed to the risk of loss, CCR creates a bilateral risk of loss, where either party to the transaction may be exposed to potential loss.

Counterparty credit risk in case of derivative contracts arises from the forward contracts. The subsequent credit risk exposures depend on the value of underlying market factors (e.g., interest rates and foreign exchange rates),

which are inherently volatile and uncertain in nature. The Bank does not enter into derivative transactions other than forward contracts.

Credit exposures on forward contracts:

The Bank enters into the forward contracts in the normal course of business for proprietary trading and arbitrage purposes, as well as for its own risk management needs, including mitigation of interest rate and foreign exchange risk. Derivative exposures are computed using the current exposures method.

Counterparty Credit exposure as on March 31, 2026

(₹ in crore)

Nature	Notional Amount	Potential Exposure @2%/10%	Current Exposure	Total credit Exposure	Total RWA
Forward contracts	13,258.05	200.68	254.10	454.78	35.89

The capital requirement for Bank's exposure to Qualified Central Counter Party (QCCP) has been computed in respect of exposure to Clearing Corporation of India (CCIL) as on March 31, 2026, amounting to ₹ 2,122.73 crore with corresponding risk weighted assets of ₹ 424.55 crore, which forms part of total credit risk weighted

assets. As per RBI extent guidelines, the Credit Valuation Adjustment (CVA) risk capital charge has been computed, which amounted to ₹ 0.76 crore and the corresponding risk weighted value of ₹ 9.55 crore has also been included in the total credit risk weighted assets.

Table DF - 11
COMPOSITION OF CAPITAL

(₹ in crore)

Basel III Common Disclosure - March 31, 2026		Amount	Ref No.
	Common Equity Tier 1 Capital : Instruments and Reserves		
1.	Directly issued qualifying common Share Capital plus related stock surplus (Share Premium)	1,014.67	-
2.	Retained Earnings	9,235.90	-
3.	Accumulated other Comprehensive Income (and Other Reserves)	-	-
3a.	Revaluation Reserves	-	-
4.	Directly issued capital subject to phase out from CET 1 (only applicable to Non-Joint Stock Companies)	-	-
	Public Sector Capital injections grandfathered until January 1, 2018	-	-
5.	Common Share Capital issued by subsidiaries and held by third parties (amount allowed in group CET 1)	-	-
6.	Common Equity Tier 1 Capital before Regulatory Adjustments	10,250.57	-
	Common Equity Tier 1 Capital : Regulatory Adjustments		
7.	Prudential valuation adjustments	-	-
8.	Goodwill (net of related tax liability)	-	-
9.	Intangibles (net of related tax liability)	106.62	-
10.	Deferred Tax Assets (Net)	13.73	-
11.	Cash-flow hedge reserve	-	-
12.	Shortfall of provisions to expected losses	-	-
13.	Securitization gain on sale	-	-
14.	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
15.	Defined-benefit pension fund Net Assets	-	-
16.	Investments in own shares (if not already netted off Paid-Up Capital on reported Balance Sheet)	-	-
17.	Reciprocal Cross - Holdings in Common Equity	0.35	-
18.	Investments in the capital of Banking, Financial and Insurance Entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the Bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-
19.	Significant investments in the common stock of Banking, Financial and Insurance Entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-	-

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(₹ in crore)

Basel III Common Disclosure - March 31, 2026		Amount	Ref No.
20.	Mortgage Servicing Rights (amount above 10% threshold)	-	-
21.	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
22.	Amount exceeding the 15% threshold	-	-
23.	of which : Significant Investments in the common stock of Financial Entities	-	-
24.	of which : Mortgage Servicing Rights	-	-
25.	of which : Deferred Tax Assets arising from temporary differences	-	-
26.	National specific regulatory adjustments (26a+26b+26c+26d+26e+26f+26g)	13.81	-
26(a).	of which : Investments in the equity capital of Unconsolidated Insurance Subsidiaries	-	-
26(b).	of which : Investments in the equity capital of Unconsolidated Non-Financial Subsidiaries	-	-
26(c).	of which : Shortfall in the equity capital of majority owned Financial Entities which have not been consolidated with the Bank	-	-
26(d).	of which : Unrealised profits arising because of transfer of loans	-	-
26(e).	of which : deductions applicable on account of SRs guaranteed by the Government of India	-	-
26(f).	of which : Intra-group exposures beyond permissible limits	-	-
26(g).	of which : Net unrealized gains arising on fair valuation of Level 3 financial instruments (including derivatives)	13.81	-
26(h).	of which : contribution in the form of subordinated units of an AIF scheme	-	-
26(i).	Of which : full amount of Default Loss Guarantee (DLG), if the bank is the DLG provider	-	-
27.	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-
28.	Total Regulatory Adjustments to Common Equity Tier 1	134.51	-
29.	Common Equity Tier 1 Capital (CET1)	10,116.06	-
	Additional Tier 1 Capital : Instruments		
30.	Directly issued qualifying Additional Tier 1 Instruments plus related stock surplus (share premium) (31+32)	-	-
31.	of which : classified as equity under applicable Accounting Standards (Perpetual Non-Cumulative Preference Shares)	-	-
32.	of which : classified as liabilities under applicable Accounting Standards (Perpetual Debt Instruments)	-	-
33.	Directly issued Capital Instruments subject to phase out from Additional Tier 1	-	-

(₹ in crore)

	Basel III Common Disclosure - March 31, 2026	Amount	Ref No.
34.	Additional Tier 1 Instruments (and CET1 Instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	-	-
35.	of which : Instruments issued by subsidiaries subject to phase out	-	-
36.	Additional Tier 1 Capital before Regulatory Adjustments	-	-
	Additional Tier 1 Capital: Regulatory Adjustments		
37.	Investments in own Additional Tier 1 Instruments	-	-
38.	Reciprocal cross-holdings in Additional Tier 1 Instruments	-	-
39.	Investments in the Capital of Banking, Financial and Insurance Entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the Bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
40.	Significant investments in the capital of Banking, Financial and Insurance Entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
41.	National Specific Regulatory Adjustments (41a+41b)	-	-
41(a).	Investments in the Additional Tier 1 Capital of Unconsolidated Insurance Subsidiaries	-	-
41(b).	Shortfall in the Additional Tier 1 Capital of majority owned Financial Entities which have not been consolidated with the Bank	-	-
42.	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-
43.	Total Regulatory Adjustments to Additional Tier 1 Capital	-	-
44.	Additional Tier 1 Capital (AT1)	-	-
44(a).	Additional Tier 1 Capital reckoned for Capital Adequacy	-	-
45.	Tier 1 Capital (T1 = CET 1 + Admissible AT1) (29 + 44a)	10,116.06	-
	Tier 2 Capital : Instruments and Provisions		
46.	Directly issued qualifying Tier 2 Instruments plus related stock surplus	-	-
47.	Directly issued capital instruments subject to phase out from Tier 2	-	-
48.	Tier 2 Instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-	-
49.	of which : Instruments issued by subsidiaries subject to phase out	-	-
50.	Provisions	534.64	-
51.	Tier 2 Capital before Regulatory Adjustments	534.64	-
	Tier 2 Capital: Regulatory Adjustments		

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	Basel III Common Disclosure - March 31, 2026	Amount	Ref No.
52.	Investments in own Tier 2 Instruments	-	-
53.	Reciprocal cross-holdings in Tier 2 Instruments	-	-
54.	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-
55.	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
56.	National specific regulatory adjustments (56a+56b)	-	-
56(a).	of which : Investments in the Tier 2 capital of unconsolidated insurance subsidiaries	-	-
56(b).	of which : Shortfall in the Tier 2 capital of majority owned financial entities which have not been consolidated with the bank	-	-
57.	Total Regulatory Adjustments to Tier 2 Capital	-	-
58.	Tier 2 Capital (T2)	534.64	-
58(a).	Tier 2 Capital reckoned for Capital Adequacy (1.25% of credit RWA)	537.68	-
58(b).	Excess Additional Tier 1 Capital reckoned as Tier 2 Capital	-	-
58(c).	Total Tier 2 Capital admissible for Capital Adequacy	534.64	-
59.	Total Capital (TC = T1 + Admissible T2) (45 + 58c)	10,650.70	-
60.	Total Risk Weighted Assets (60a + 60b + 60c)	48,585.66	-
60(a).	of which : total credit risk weighted assets	43,014.34	-
60(b).	of which : total market risk weighted assets	140.20	-
60(c).	of which : total operational risk weighted assets	5,431.12	-
	Capital Ratios		
61.	Common Equity Tier 1 (as a percentage of risk weighted assets)	20.82%	-
62.	Tier 1 (as a percentage of risk weighted assets)	20.82%	-
63.	Total Capital (as a percentage of risk weighted assets)	21.92%	-
64.	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation and Counter Cyclical buffer requirements plus G-SIB buffer requirement and D-SIB buffer requirement, expressed as a percentage of risk weighted assets)	8.00%	-
65.	of which : Capital conservation buffer requirement	2.50%	-
66.	of which : Bank specific Counter Cyclical buffer requirement	-	-
67.	of which : higher of G-SIB and D-SIB buffer requirement	-	-
68.	Common Equity Tier 1 available to meet buffers (as a percentage of RWA)	20.82%	-
	National Minima (if different from Basel III)		
69.	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	5.50%	-
70.	National Tier 1 minimum ratio (if different from Basel III minimum)	7.00%	-

(₹ in crore)

	Basel III Common Disclosure - March 31, 2026	Amount	Ref No.
71.	National total Capital minimum ratio (if different from Basel III minimum)	11.50%	-
	Amounts below the thresholds for deduction (before risk weighting)		
72.	Non-significant Investments in the capital of other Financial Entities	-	-
73.	Significant Investments in the common stock of Financial Entities	-	-
74.	Mortgage Servicing Rights (net of related tax liability)	-	-
75.	Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
	Applicable caps on the inclusion of provisions in Tier 2		
76.	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to Standardised Approach (prior to application of cap)	534.64	-
77.	Cap on inclusion of provisions in Tier 2 under Standardised Approach	534.64	-
78.	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to Internal Ratings-Based Approach (prior to application of cap)	-	-
79.	Cap for inclusion of provisions in Tier 2 under Internal Ratings-Based Approach	-	-

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Notes to the template

(₹ in crore)

Row No. of the template	Particulars	Amount
10.	Deferred Tax Assets associated with accumulated losses Deferred Tax Assets (excluding those associated with accumulated losses) net of Deferred Tax Liability Total as indicated in row 10	- 13.73 13.73
19.	If Investments in Insurance Subsidiaries are not deducted fully from Capital and instead considered under 10% threshold for deduction, the resultant increase in the Capital of Bank of which : Increase in Common Equity Tier 1 Capital of which : Increase in Additional Tier 1 Capital of which : Increase in Tier 2 Capital	-
26(b).	If investments in the Equity Capital of Unconsolidated Non-Financial Subsidiaries are not deducted and hence, risk weighted then : (i) Increase in Common Equity Tier 1 capital (ii) Increase in Risk Weighted Assets	- -
50.	Eligible Provisions included in Tier 2 Capital	534.64
	Eligible Revaluation Reserves included in Tier 2 Capital	-
	Total of row 50	534.64

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Table DF - 12
Step 1
COMPOSITION OF CAPITAL - RECONCILIATION REQUIREMENTS

(₹ in crore)

Particulars as on March 31, 2026	Balance Sheet as in financial statements	Balance Sheet under regulatory scope of consolidation
A Capital & Liabilities		
I Total Capital	10,564.86	
Paid-Up Capital	74.30	
Reserves & Surplus	10,490.56	
Minority Interest	---	
II Deposits	78,307.95	
of which : Deposits from Banks	371.59	
of which : Customer Deposits	77,936.36	
of which : Other Deposits (pl. specify)	---	
III Borrowings	5,326.80	
of which : From RBI (REPO)	500.00	
of which : From Banks	12.18	
of which : From other Institutions & Agencies	4,340.44	
of which : Others (pl. specify) Outside India	474.18	
of which : Capital Instruments	---	
IV Other Liabilities & Provisions	2,824.79	
Total	97,024.40	
B Assets		
I Cash and Balances with Reserve Bank of India	6,267.33	
Balance with Banks and Money at Call and Short Notice	2,659.74	
II Investments	18,986.92	
of which : Government Securities	18,872.63	
of which : Other Approved Securities		
of which : Shares	24.26	
of which : Debentures & Bonds	83.61	
of which : Subsidiaries / Joint Ventures / Associates		
of which : Others (Commercial Papers, Mutual Funds etc.)	6.42	
III Loans and Advances	65,875.17	
of which : Loans and Advances to Banks	6.65	
of which : Loans and Advances to Customers	65,868.52	
IV Fixed Assets	468.53	
V Other Assets	2,766.71	
of which : Goodwill and Intangible Assets		
of which : Deferred Tax Assets	243.03	
VI Goodwill on Consolidation		
VII Debit Balance in Profit & Loss Account		
Total Assets	97,024.40	

 NOT
APPLICABLE

Step 2

- 1) As the Bank is not having any subsidiary, no disclosure relating to any legal entity for regulatory consolidation is made.
- 2) Break up for DF-11 items is given below as shown in the Bank's Financial Statements :

Common Equity Tier 1 Capital : Instruments and Reserves

Ref. No.	As per Balance Sheet	₹ in crore	As shown in DF-11 Composition of Capital	As shown in DF-12 (Step1) Balance Sheet
a)	Paid-up Capital	74.30	Sl.No.1	Paid-up Capital
b)	Share Premium	940.37		Reserves & Surplus
c)	Statutory Reserves	2,966.00	Sl.No.2	Reserves & Surplus
d)	Capital Reserves	353.39		Reserves & Surplus
e)	General Reserves	5,076.24		Reserves & Surplus
f)	Special Reserve under IT	911.00		Reserves & Surplus
g)	Balance in P&L (less dividend payable)	-70.73		Reserves & Surplus
Total		10,250.57		

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Common Equity Tier 1 Capital : Regulatory Adjustments (deductions)

Ref. No.	As per Balance Sheet	₹ in crore	As shown in DF-11 Composition of Capital	As shown in DF-12 (Step1) Balance Sheet
h)	Unrealized gains on level 3 investment (AFS reserve)	13.81	Sl.No. 7	
i)	Intangible assets (Application software)	106.62	Sl.No. 9	Included in Fixed Assets
j)	Deferred Tax assets (net)	13.73	Sl.No. 10	Other Assets / Liabilities
k)	Reciprocal cross-holdings in Common Equity	0.35	Sl.No. 17	
Total		134.51		

Tier 2 Capital : Instruments and Provisions (Additions)

Ref. No.	As per Balance Sheet	₹ in crore	As shown in DF-11 Composition of Capital	As shown in DF-12 (Step1) Balance Sheet
l)	Investment Reserve	165.68	Sl.No. 50	Reserves & Surplus
m)	Provision for Standard Assets	327.63		Other Liabilities & Provisions
n)	Provision for Country Risk Exposure	2.25		
o)	Provision for Unhedged Foreign Currency Exposure (UFCE)	2.72		
p)	Provision for impact of COVID - 19	6.36		
q)	Provision for Contingencies	30.00		
Total		534.64		

Step 3

(₹ in crore)

**Extract of Basel III common disclosure template (with added column) - Table DF - 11
(Part I / Part II whichever applicable)
Common Equity Tier 1 Capital : Instruments and Reserves**

Sl. No.	Particulars	Component of Regulatory Capital reported by Bank	Source based on reference numbers / letters of the Balance Sheet under the Regulatory scope of consolidation from step 2
1.	Directly issued qualifying common share (and equivalent for Non-Joint Stock Companies) Capital plus related stock surplus	1,014.67	2(a) & 2 (b)
2.	Retained Earnings	9,235.90	2(c) to 2 (g)
3.	Accumulated other Comprehensive Income (and Other Reserves)	-	
4.	Directly issued Capital subject to phase out from CET1 (only applicable to Non-Joint Stock Companies)	-	
5.	Common Share Capital issued by Subsidiaries and held by third parties (amount allowed in group CET1)	-	
6.	Common Equity Tier 1 Capital before Regulatory Adjustments	10,250.57	(Sum of 1 & 2 above)
7.	Prudential valuation adjustments	-	
8.	Goodwill (net of related tax liability)	-	

Table DF - 13

MAIN FEATURES OF REGULATORY CAPITAL INSTRUMENTS

Main Features of Regulatory Capital Instruments (Equity Shares & Bond Series I, II)			
Sl.No.	Description	Equity Shares	Bond Series II
1.	Issuer	City Union Bank Ltd	 NIL
2.	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for Private Placement)	INE491A01021	
3.	Governing law(s) of the instrument	Applicable Indian Statutes and Regulatory Requirements	
	Regulatory Treatment		
4.	Transitional Basel III Rules	Common Equity Tier I	
5.	Post-transitional Basel III Rules	Common Equity Tier I	
6.	Eligible at solo / group / group & solo	Solo	
7.	Instrument type	Common Equity Shares	
8.	Amount recognized in Regulatory Capital (₹ in Crore, as of most recent reporting date)	74.30 Crore	
9.	Par value of instrument	₹ 1 per equity share	
10.	Accounting classification	Shareholder's Equity	
11.	Original date of issuance	Various Dates	
12.	Perpetual or Dated	Perpetual	
13.	Original Maturity date	No Maturity	
14.	Issuer call subject to prior supervisory approval	Not Applicable	
15.	Optional call date, contingent call dates and redemption amount	Not Applicable	
16.	Subsequent call dates, if applicable Coupons / Dividends	Not Applicable Dividend	
17.	Fixed or Floating Dividend / Coupon	Not Applicable	
18.	Coupon Rate and any related index	Not Applicable	
19.	Existence of a Dividend Stopper	Not Applicable	

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Table DF - 13 : Main Features of Regulatory Capital Instruments (Equity Shares & Bond Series I, II)

Sl.No.	Description	Equity Shares	Bond Series II
20.	Fully discretionary, partially discretionary or mandatory	Fully Discretionary	↑ ↓ NIL ↑ ↓
21.	Existence of step up or other incentive to redeem	No	
22.	Non-Cumulative or Cumulative	Non Cumulative	
23.	Convertible or Non-Convertible	↑	
24.	If convertible, conversion trigger(s)		
25.	If convertible, fully or partially		
26.	If convertible, conversion rate	Not Applicable	
27.	If convertible, mandatory or optional conversion	↓	
28.	If convertible, specify instrument type convertible into		
29.	If convertible, specify issuer of instrument it converts into	↓	
30.	Write-down feature	No	
31.	If write-down, write-down trigger(s)	↑	
32.	If write-down, full or partial		
33.	If write-down, permanent or temporary	Not Applicable	
34.	If temporary write-down, description of write-up mechanism	↓	
35.	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated Claim at the time of liquidation	
36.	Non-compliant transitioned features	No	
37.	If yes, specify non-compliant features	No	
Note: Tier - II Bond is Nil.			

Table DF - 14
FULL TERMS AND CONDITIONS OF REGULATORY CAPITAL INSTRUMENTS
The details of the Tier II Capital [Bonds] raised by the Bank

NIL

Table DF - 15

REMUNERATION

Qualitative Disclosures :

(a)	Information relating to the composition and mandate of the Remuneration Committee.	The Committee comprised of Three members. The mandate includes administration of Employee Stock Options, review of Compensation Policy of the Bank, Succession planning for Board of Directors, appointment and remuneration of Whole-time Directors, Non-Executive / Independent Directors, Key Managerial Personnel, Material Risk Takers (MRT), Control Function Staff, Other category staffs etc.
(b)	Information relating to the design and structure of remuneration processes and the key features and objectives of remuneration policy.	Key Features : i) Board oversees the design of the compensation package and operations. ii) The proportion of cash, equity and other forms of compensation are consistent with risk alignment. Objectives : i) Alignment of compensation with prudent risk taking.
(c)	Description of the ways in which current and future risks are taken in to account in the remuneration processes. It should include the nature and type of the key measures used to take account of these risks.	The Compensation is adjusted for all types of risks and the compensation outcome are symmetric with risk outcomes.
(d)	Description of the ways in which the Bank seeks to link performance during a performance measurement period with levels of remuneration.	Qualitative features such as skills, knowledge, abilities etc. are factored in besides performance in financial parameters.
(e)	A discussion of the Bank's policy on deferral and vesting of variable remuneration and a discussion of the Bank's policy and criteria for adjusting deferred remuneration before vesting and after vesting.	The deferral part in Cash Component (if any) and Non-Cash Component under variable remuneration shall be for a period for 3 years as provided under the Compensation Policy of the Bank. The criteria for adjusting the deferred remuneration shall be as per the Compensation Policy, applicable ESOP Scheme of the Bank and also, the Reserve Bank of India (Commercial Banks - Governance) Directions, 2025 dt.28.11.2025 on Compensation to Whole-time Directors / Chief Executive Officers / Material Risk Takers and Control Function Staffs, SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 and other relevant Regulatory / Statutory stipulations.
(f)	Description of the different forms of variable remuneration (i.e. cash, shares, ESOPs and other forms) that the Bank utilizes and the rationale for using these different forms.	The Bank pays variable remuneration as approved by RBI for each FY comprising of Cash Component and Non-Cash Component (in the form of ESOP at present). The grant of above forms of variable compensation is subject to relevant Regulatory / Statutory stipulations.

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Quantitative Disclosures: The quantitative disclosures pertaining to the MD & CEO as on March 31, 2026 and March 31, 2025 is given below :

	Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
(g)	Number of meetings held by the Remuneration Committee during the financial year and remuneration paid to its members.	8 meetings of the Compensation & Remuneration Committee ("CRC") was held during the financial year and 1 meeting of Nomination and Remuneration Committee was held during the year (After merging of Nomination Committee and CRC during February 2026). The total remuneration & commission paid to the Committee members during the year is ₹1,25,85,822/- (including profit linked commission of ₹81,80,822/- paid to the members pertaining to FY 2025).	6 meetings of the Compensation & Remuneration Committee ("CRC") was held during the financial year and the total remuneration & commission paid to the Committee members during the year is ₹1,23,00,000/- (including profit linked commission of ₹60,00,000/- paid to the members pertaining to FY 2024).
(h)	(i) Number of employees having received a variable remuneration award during the financial year.	2	1
	(ii) Number and total amount of sign - on awards made during the financial year.	NIL	NIL
	(iii) Details of guaranteed bonus, if any, paid as joining / sign on bonus.	NIL	NIL
	(iv) Details of severance pay, in addition to accrued benefits, if any.	NIL	NIL
(i)	(i) Total amount of outstanding deferred remuneration, split into cash, shares and share-linked instruments and other forms.	1. MD & CEO Variable Pay FY 2025 The outstanding deferred remuneration is as under: Cash Component: ₹ 64,50,000/- deferred over a period of 3 years [₹21,50,000/- in Dec' 2026, 2027 & 2028 respectively] Non Cash Component ₹ 1,29,00,000/- 45,450 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.02.2026 and the same is deferred over a period of 3 years.	Variable Pay FY 2024 The outstanding deferred remuneration is as under: Cash Component: ₹ 53,75,000/- deferred over a period of 3 years Non Cash Component : ₹ 1,07,50,000/- 69,462 Stock Options had been granted by the CRC for the aforesaid amount, at its meeting held on 26.03.2025 and the same is deferred over a period of 3 years.

	Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
		The vesting schedule is given below: Deferral 1 - 13,635 Stock Options - Feb' 2027 Deferral 2 - 13,635 Stock Options - Feb' 2028 Deferral 3 - 18,180 Stock Options - Feb' 2029 Variable Pay FY 2024 The outstanding deferred remuneration is as under: ● Cash Component: Total - ₹ 35,83,334/- Deferral 2 - ₹ 17,91,666/-: vesting due in Feb' 2027 Deferral 3 - ₹ 17,91,668/-: vesting due in Feb' 2028 ● Non Cash Component: Deferral 1 - 20,838 Stock Options vested in March 2026 Deferral 2 - 20,838 Stock Options due for vesting in March 2027 Deferral 3 - 27,786 Stock Options due for vesting in March 2028 Variable Pay FY 2023 The outstanding deferred remuneration is as under: ● Cash Component: ₹ 16,33,334/- (Deferral 3) ● Non Cash Component: Deferral 2 - 22,328 Stock Options vested in March 2026 Deferral 3 - 29,772 Stock Options due for vesting in March 2027	Variable Pay FY 2023 The outstanding deferred remuneration is as under: ● Cash Component: ₹ 32,66,667/- (Deferral 2 & 3) ● Non Cash Component: ₹ 98,00,000/- Deferral 1 - 22,328 Stock Options vested in March 2025 Deferral 2 - 22,328 Stock Options due for vesting in March 2026 Deferral 3 - 29,772 Stock Options due for vesting in March 2027 Variable Pay FY 2021 ● Non Cash Component: Deferral 3 - 10,780 options vesting in August 2025

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	Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
		2. Executive Director - Shri R Vijay Anandh Variable Pay FY 2025 The outstanding deferred remuneration is as under: ● Cash Component: ₹ 79,50,000/- deferred over a period of 3 years [₹ 13,25,000/- in Dec' 2026, 2027 & 2028 respectively] ● Non Cash Component: ₹ 79,50,000/- 28,010 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.02.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 8,403 Stock Options due for vesting in Feb' 2027 Deferral 2 - 8,403 Stock Options due for vesting in Feb' 2028 Deferral 3 - 11,204 Stock Options due for vesting in Feb' 2029	
	2. Total amount of deferred remuneration paid out in the financial year.	Variable Pay FY 2021 Deferred remuneration paid in FY 2025 is as under: ● Non Cash Component: Deferral 3 - 10,780 Stock Options exercised in FY 2026 Variable Pay FY 2023 Deferred remuneration paid in FY 2026 is as under: ● Cash Component: Deferral 1 - ₹ 16,33,333/- Deferral 2 - ₹ 16,33,333/-	Variable Pay FY 2021 Deferred remuneration paid in FY 2025 is as under: ● Cash Component: Deferral 3 - ₹ 7,06,370/- ● Non Cash Component: Deferral 2 - 8,085 Stock Options exercised in FY 2025

	Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
		● Non Cash Component: Deferral 1 - 22,328 Stock Options exercised in FY 2026 ● Variable Pay FY 2024 Deferred remuneration paid in FY 2026 is as under: ● Cash Component: Deferral 1 - ₹17,91,666/-	
(d)	Breakdown of amount of remuneration awards for the financial year to show fixed and variable, deferred and non-deferred	1. Dr. N. Kamakodi, MD & CEO Fixed Pay: Revision of Fixed Pay w.e.f 01.05.2025 by RBI vide its letter dt.17.12.2025: ● ₹2,61,00,000/- per annum (including perquisites) Variable Pay for FY 2025: Variable pay for FY 2025 was approved by RBI vide its letter dt.17.12.2025 ● ₹2,58,00,000/- ● Cash Component: ₹1,29,00,000/- Upfront portion: ₹64,50,000/- Deferred portion: ₹64,50,000/- due for payment as per below: Deferral 1, 2 & 3: ₹21,50,000/- in Dec' 2026, 2027 and 2028 respectively.	Fixed Pay: A. Revision of Fixed Pay w.e.f 01.05.2024 for Dr. N. Kamakodi - MD & CEO approved by RBI vide its letter dt.05.02.2025: ● ₹2,36,50,000/- per annum (including perquisites) Variable Pay for FY 2024: Variable pay to MD & CEO for FY 2024 was approved by RBI vide its letter dt.05.02.2025 - ₹2,15,00,000/- ● Cash Component: ₹1,07,50,000/- Upfront portion: ₹53,75,000/- Deferred portion: ₹53,75,000/- due for payment as per below: Deferral 1 ₹17,91,666/- in FY 2026 Deferral 2 ₹17,91,666/- in FY 2027 Deferral 3 ₹17,91,668/- in FY 2028

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Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
	● Non Cash Component: ₹1,29,00,000/- (100% Deferral) 45,450 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.02.2026 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 13,635 Stock Options - Feb' 2027 Deferral 2 - 13,635 Stock Options - Feb' 2028 Deferral 3 - 18,180 Stock Options - Feb' 2029 2. Shri R Vijay Anandh - Executive Director Fixed Pay: Revision in Fixed Pay of Shri. R. Vijay Anandh, Executive Director (w.e.f. 24.06.2025) approved by RBI vide its letter dt.17.12.2025: ₹ 2,28,00,000/- per annum (including perquisites) Variable Pay for FY 2025: Variable pay was approved by RBI vide its letter dt. 17.12.2025 ₹1,59,00,000/- ● Cash Component: ₹ 79,50,000/- deferred over a period of 3 years [₹13,25,000/- in Dec' 2026, 2027 & 2028 respectively] ● Non Cash Component: ₹ 79,50,000/- 28,010 Stock Options had been granted by the NRC for the aforesaid amount, at its meeting held on 27.02.2026 and the same is deferred over a period of 3 years.	● Non Cash Component : R s . 1 , 0 7 , 5 0 , 0 0 0 / - (100% Deferral) 69,462 Stock Options had been granted by the CRC for the aforesaid amount, at its meeting held on 26.03.2025 and the same is deferred over a period of 3 years. The vesting schedule is given below: Deferral 1 - 20,838 Stock Options - March 2026 Deferral 2 - 20,838 Stock Options - March 2027 Deferral 3 - 27,786 Stock Options - March 2028 A. Approval of RBI for Fixed Pay of Shri. R. Vijay Anandh, Executive Director (w.e.f. 24.06.2024) approved by RBI vide its letter dt.28.05.2024: ● ₹2,06,57,000/- per annum (including perquisites) B. Approval of RBI for Fixed Pay of Shri. V. Ramesh, Executive Director (w.e.f. 21.02.2025) vide its letter dt.04.03.2025: ● ₹1,05,00,000/- per annum (including perquisites)

Particulars	Current Year March 31, 2026	Previous Year March 31, 2025
	The vesting schedule is given below: Deferral 1 - 8,403 Stock Options - Feb' 2027 Deferral 2 - 8,403 Stock Options - Feb' 2028 Deferral 3 - 11,204 Stock Options - Feb' 2029 3. Shri. R. Vijay Anandh, MD & CEO (w.e.f. 01.05.2026): Approval of RBI vide its letter dt.09.02.2026, for Fixed Pay of ₹2,50,00,000/- per annum (including perquisites)	
(k) 1. Total amount of outstanding deferred remuneration and retained remuneration exposed to ex-post explicit and/or implicit adjustments.	NIL	NIL
2. Total amount of reductions during the financial year due to ex-post explicit adjustments.	NIL	NIL
3. Total amount of reductions during the financial year due to ex-post implicit adjustments.	NIL	NIL
(l) Number of MRTs identified	3	NIL
(m) 1. Number of cases where malus has been exercised.	NIL	NIL
2. Number of cases where clawback has been exercised.	NIL	NIL
3. Number of cases where both malus and clawback have been exercised.	NIL	NIL
(n) General Quantitative Disclosure: The mean pay for the Bank as a whole (excluding sub-staff) and deviation of the pay of each of its WTDs from the mean pay.	₹7,76,17,180.00	₹4,90,11,677.00

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1. Disclosure on remuneration to Non-Executive Directors:

All the Non-Executive Directors are paid remuneration by way of sitting fees for attending meeting of the Board and its committees. Further, they are eligible for Profit Linked Commission (PLC) pursuant to the extant Reserve Bank of India (Commercial Banks - Governance) Directions, 2025

dt.28.11.2025, the Companies Act, 2013 and the Compensation Policy of the Bank. For FY 2026 an amount of ₹ 1.28 crore was paid as Sitting fees and for FY 2025 an amount of ₹ 1.42 crore was paid during the year as PLC (on pro-rata basis) to the Non-Executive Directors of the Bank. In the previous year an amount of ₹1.29 crore and ₹1.20 crore was paid as Sitting fees and PLC respectively.

Table DF - 16

EQUITIES - DISCLOSURE FOR BANKING BOOK POSITIONS

Qualitative Disclosures:

As per RBI Master Direction - Classification, Valuation and Operation of Investment Portfolio of Commercial Banks (Directions) dt. November 28, 2025, investments will be classified as below

- Fair Value through Profit and loss (FVTPL),
- Available for Sale (AFS) and
- Held to Maturity (HTM)
- Held for Trading (HFT) is a separate investment sub-category within FVTPL.
- All investments in Subsidiaries, Associates and Joint ventures are classified under Subsidiaries, Associates and Joint ventures in accordance with RBI guidelines.

In line with RBI guidelines, investments in HTM, AFS, and FVTPL (non-HFT) categories, as well as investments in Subsidiaries, Associates, and Joint ventures, are classified under the banking book.

Any gain or loss on sale of equity instruments designated under AFS shall be transferred from the AFS reserve to the capital reserve. In case of equity investment classified under FVTPL, gain or loss on sale shall be recognized in profit and loss account. Valuation gains or losses arising from investment under AFS are recognized in AFS reserve, whereas those under FVTPL is recognized in profit and loss account. Bank does not hold equity positions in HTM Category or in Subsidiaries, Associates or Joint ventures.

Quantitative Disclosures:

(₹ in crore)

Sl. No.	Item	Amount
1.	Value disclosed in the balance sheet of investments (Carrying value)	22.61
	Fair value of those investments (Market value as on 31.03.2026)	20.68
	For quoted securities, a comparison to publicly quoted share values where the share price is materially different from fair value	NA (Unquoted form)
2.	The types and nature of investments, including the amount that can be classified as -	
	● Publicly traded and	-
	● Privately held.	22.61
3.	The cumulative realised gains (losses) arising from sales and liquidations in the reporting period	-
4.	Total unrealised gains (losses)	13.81*
5.	Total latent revaluation gains (losses)	-
6.	Any amounts of the above included in Tier 1 and /or Tier 2 capital	-
7.	Capital requirements broken down by appropriate equity groupings, consistent with the bank's methodology, as well as the aggregate amounts and the type of equity investments subject to any supervisory transition or grandfathering provisions regarding regulatory capital requirements	-

*Includes transitional gain on AFS investments due to the implementation of Master Direction - Classification, Valuation and Operation of Investment Portfolio of Commercial Banks (Directions), 2025

Table DF - 17
LEVERAGE RATIO

Leverage ratio is a non-risk based measure of all exposures for the Tier-I Capital. The Leverage Ratio is calibrated to act as a credible supplementary measure to the risk based capital requirements. The Basel III Leverage Ratio is defined as the capital measure (the numerator) divided by the exposure measure (the denominator), with this ratio expressed as a percentage.

Previously, the indicative benchmark Leverage Ratio prescribed was 4.50% (minimum), which has been reduced to 3.50% (minimum) as per the RBI circular on "Basel III Capital Regulations - Implementation of Leverage Ratio", vide DBR.BP.BC.No.49/21.06.201/2018-19 dated June 28, 2019.

$$\text{Leverage Ratio} = \frac{\text{Capital Measure (Tier I Capital)}}{\text{Exposure Measure}}$$

SUMMARY COMPARISON OF ACCOUNTING ASSETS VS. LEVERAGE RATIO EXPOSURE

(₹ in crore)

Sl. No.	Item	31.03.2026	31.12.2025	30.09.2025	30.06.2025
1.	Total consolidated assets as per published Financial Statements	97,024.40	88,130.30	84,402.35	79,799.52
2.	Adjustment for Investments in Banking, Financial, Insurance or Commercial Entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(0.35)	(0.35)	(0.41)	(0.42)
3.	Adjustment for fiduciary assets recognized on the Balance Sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-	-	-
4.	Adjustments for Derivative Financial Instruments	454.78	521.53	358.98	316.10
5.	Adjustment for Securities Financing Transactions (i.e. Repos and Similar Secured Lending)	-	-	-	-
6.	Adjustment for Off-Balance Sheet items (i.e. conversion to credit equivalent amounts of Off-Balance Sheet Exposures)	3,367.76	3,221.60	3,098.44	2,882.70
7.	Other Adjustments (intangible & AFS reserves)	(134.17)	(165.00)	(145.07)	(136.93)
	Leverage Ratio exposure	1,00,712.42	91,708.08	87,714.29	82,860.97

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LEVERAGE RATIO COMMON DISCLOSURE TEMPLATE

(₹ in crore)

Sl. No.	Item	31.03.2026	31.12.2025	30.09.2025	30.06.2025
	On - Balance Sheet Exposures				
1.	On-balance sheet items (excluding Derivatives and SFTs, but including Collateral)	97,024.40	88,130.30	84,402.35	79,799.52
2.	(Asset amounts deducted in determining Basel III Tier 1 capital)	(134.52)	(165.35)	(145.48)	(137.35)
3.	Total On-Balance Sheet exposures (excluding Derivatives and SFTs) (sum of lines 1 and 2)	96,889.88	87,964.95	84,256.87	79,662.17
	Derivative Exposures				
4.	Replacement cost associated with all Derivative transactions (i.e. net of eligible cash variation margin)	454.78	521.53	358.98	316.10
5.	Add-on amounts for PFE associated with all Derivative transactions	-	-	-	-
6.	Gross-up for derivatives collateral provided where deducted from the Balance Sheet Assets pursuant to the operative accounting framework	-	-	-	-
7.	(Deductions of receivables assets for cash variation margin provided in derivative transactions)	-	-	-	-
8.	(Exempted CCP leg of client-cleared trade exposures)	-	-	-	-
9.	Adjusted effective notional amount of written Credit Derivatives	-	-	-	-
10.	(Adjusted effective notional offsets and add-on deductions for written Credit Derivatives)	-	-	-	-
11.	Total Derivative Exposures (sum of lines 4 to 10)	454.78	521.53	358.98	316.10
	Securities Financing Transaction Exposures				
12.	Gross SFT Assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-	-	-
13.	(Netted amounts of cash payables and cash receivables of gross SFT Assets)	-	-	-	-
14.	CCR exposure for SFT Assets	-	-	-	-
15.	Agent transaction exposures	-	-	-	-

(Amount- ₹ in crore)

Sl. No.	Item	31.03.2026	31.12.2025	30.09.2025	30.06.2025
16.	Total Securities Financing Transaction Exposures (sum of lines 12 to 15)	-	-	-	-
	Other Off-Balance Sheet Exposures				
17.	Off-Balance Sheet exposure at gross notional amount	10,882.00	10,694.03	10,432.84	9,624.90
18.	(Adjustments for conversion to credit equivalent amounts)	(7,514.24)	(7,472.43)	(7,334.40)	(6,742.20)
19.	Off-Balance Sheet Items (sum of lines 17 and 18)	3367.76	3221.60	3098.44	2882.70
	Capital and Total Exposures				
20.	Tier 1 Capital	10,116.06	8,996.37	9,010.39	9,041.13
21.	Total exposures (sum of lines 3, 11, 16 and 19)	1,00,712.42	91,708.08	87,714.29	82,860.97
	Leverage Ratio				
22.	Basel III Leverage Ratio (20/21)	10.04%	9.81%	10.27%	10.91%

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**NRE/NRO Savings
Account**



**NRE/NRO Fixed
Deposit**



NRI Home Loans



FCNR Deposit



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2	Demat Account Number (Optional)	Also provide Client Master List (CML) of your Demat Account, provided by the Depository Participant.
3	Proof of Address of the first holder	Any one of the documents, only if there is change in the address; ☐ Unique Identification Number (UID) (Aadhaar) ☐ Valid Passport/ Registered Lease or Sale Agreement of Residence / Driving License ☐ Flat Maintenance bill accompanied with additional self-attested copy of Identity Proof of the holder/claimant. ☐ Utility bills like Telephone Bill (only land line)/ Electricity bill / Gas bill - Not more than 3 months old. ☐ Identity card / document with address, issued by any of the following: Central/State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions duly attested by the employer with date and organisation stamp ☐ For FII / sub account, Power of Attorney given by FII / sub-account to the Custodians (which are duly notarized and / or apostilled or consularised) that gives the registered address should be taken. ☐ Proof of address in the name of the spouse accompanied with self-attested copy of Identity Proof of the spouse. ☐ Client Master List (CML) of the Demat Account of the holder / claimant, provided by the Depository Participant.
4	Bank Details	Account Number: _____ # Bank Name: _____ Branch Name: _____ IFS Code: _____ Provide the following: ☐ Original cancelled cheque bearing the name of the security holder; OR ☐ Bank passbook/statement attested by the Bank;
5	e-mail Address	_____ #
6	Mobile	_____ #

7	Specimen Signature	● Provide banker's attestation of the signature of the holder(s) as per Form ISR - 2 in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021) and ● Original cancelled cheque
8	Nomination**	● Providing Nomination: Please submit the duly filled up Nomination Form (SH-13) or 'Declaration to Opt out of Nomination' as per Form ISR - 3, in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 ● Change in Existing Nomination: Please use Form SH-14 in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 ● Cancellation of Existing Nomination: Please use Form SH-14 and Form ISR - 3

* or any date as may be specified by the CDDT (DP: Depository Participant)

In case it is not provided, the details available in the CML will be updated in the folio

Authorization: I/ We authorise you (RTA) to update the above PAN and KYC details in following additional folio(s) held in my / our name (use Separate Annexure if extra space is required):

S. No.	Name of the Issuer Company	Folio No.	Quantity of securities	Face value of securities	Distinctive number of securities (Optional)

in which I / We are the holder(s) (strike off what is not applicable).

Declaration: All the above facts stated are true and correct.

	Holder 1	Holder 2	Holder 3
Signature			
Name			
Full Address			
PIN	□ □ □ □ □ □	□ □ □ □ □ □	□ □ □ □ □ □



Mode of submission of documents to the RTA

Please use any one of the following mode:

1. **Through 'In Person Verification' (IPV) :** The authorized person of the RTA shall verify the original documents furnished by the investor and retain copy (ies) with IPV stamping with date and initials.
2. **Through Post:** Hard copies of the documents which are self-attested.
3. **Through electronic mode with e-sign:** The holder(s)/ claimant(s) may furnish the documents to RTAs electronically including by way of email or through service portal of the RTA provided the documents furnished shall have e-sign* of the holder(s)/ claimant(s).

* E-Sign is an integrated service which facilitates issuing a Digital Signature Certificate and performing signing of requested data by e-Sign user. The holder/claimant may approach any of the empanelled e-Sign Service Providers, details of which are available on the website of **Controller of Certifying Authorities (CCA), Ministry of Communications and Information Technology (<https://cca.gov.in/>)** for the purpose of obtaining an e-sign.

Note

• Holders of physical securities in listed company are mandatorily required to furnish PAN, KYC details (Contact details, Bank Account Details, Signature) and Nomination (for all the eligible folios) to enable RTA to process any service request or complaints received from the security holder(s)/ Claimants. • Upon receipt or up-dation of bank details, the RTA shall, suo-moto, generate request to the company's bankers to pay electronically all the moneys of / payments to the holder that were previous unclaimed / unsuccessful. • RTA shall update the folio with PAN, KYC details and Nominee, within timelines as mentioned in the circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/670 dated November 26, 2021. However, cancellation of nomination, shall take effect from the date on which this intimation is received by the company / RTA. • RTA shall not insist on Affidavits or Attestation / Notarization or indemnity for registering / up-dating / changing PAN, KYC details and Nomination.	
Specimen Signature	Option A I. Security holder shall provide the following documents: (a) Original cancelled cheque with name of the security holder printed on it; or (b) Self-attested copy of Bank Passbook/ Bank Statement; and ii. Banker's attestation of the signature of the same bank account as mentioned in (i) above as per Form ISR - 2. OR Option B The investor may get his or her signature changed or updated by visiting the Office of the RTA in person. In such a case, the investor shall sign before the authorized personnel of the RTA, along with PAN card and any one additional document mentioned at Serial Nos. 1-4 of Annexure - E of SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023, in original for verification by the RTA, and submit self-attested copies of the same.
Nomination **	• Providing Nomination: Please submit the duly filled up Nomination Form (SH-13) or 'Declaration to Opt out of Nomination' as per Form ISR-3, in SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023 • Variation in Existing Nomination: Please use Form SH-14 • Cancellation of Existing Nomination and opting out: use Form SH-14 & Form ISR - 3

** Nomination (Form SH-13 or SH-14) / 'Declaration to Opt-Out of nomination' (Form ISR - 3), has to be furnished by the holder(s) separately for each listed company.

Objection Memo that can be raised by the RTA

(only if the relevant document / details is / are not available in the Folio or if there is a mismatch / discrepancy in the same or change thereof)

Note

RTAs shall raise all objections, if any / at all, in one instance only; the RTA shall not raise further objections on the same issue again and again, after the Holder / Claimant furnishes all the prescribed documents and details, unless there is any deficiency / discrepancy in the same.

No.	Item	Documents / Details to be provided to the RTA by the holder(s) / claimant(s)
1.	PAN – Exceptions and Clarification	"Exemptions/clarifications to PAN", as provided in clause D to 'Instructions/Check List for Filing KYC Forms' in Annexure – 1 to SEBI circular No. MIRSD/SE/Cir-21/2011 dated October 05, 2011 on Uniform Know Your Client (KYC) Requirements for the Securities Market, shall also applicable for holder(s) / claimant(s) of securities held in Physical Mode.
2.	Minor mismatch in Signature - minor	The RTA shall intimate the holder at the existing address, seeking objection, if any, within 15 days
3.	Major mismatch in Signature or its non-availability with the RTA	Option A I. Security holder shall provide the following documents: (a) Original cancelled cheque with name of the security holder printed on it; or (b) Self-attested copy of Bank Passbook/ Bank Statement; and ii. Banker's attestation of the signature of the same bank account as mentioned in (i) above as per Form ISR - 2. OR Option B The investor may get his or her signature changed or updated by visiting the Office of the RTA in person. In such a case, the investor shall sign before the authorized personnel of the RTA, along with PAN card and any one additional document mentioned at Serial Nos. 1-4 of Annexure - E of SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023, in original for verification by the RTA, and submit self-attested copies of the same.
4.	Mismatch in Name	Furnish any one of the following documents, explaining the difference in names; • Unique Identification Number (UID) (Aadhaar) • Valid Passport • Driving license in Smart Card form, Book form or copy of digital form • Identity card / document with applicant's Photo, issued by any of the following: Central / State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions. • PAN card with photograph • Marriage certificate • Divorce decree



No.	Item	Documents / Details to be provided to the RTA by the holder(s) / claimant(s)
5.	Present address of the holder is not matching with the address available in the folio	RTA shall issue intimation to both the old and new addresses. If the letters sent to either the old and or new addresses is / are undelivered or if there is an objection in response to this letter, then provide any one of the following; - Any one of the documents in row 3 in Table C, reflecting the old address or - Counterfoil of dividend warrant received from the company or - Bank statement showing the credit of previous dividend received The above procedure will be applicable for request for change in address of the holder also

Form ISR – 2

(see SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023 on Common and Simplified Norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination)

Confirmation of Signature of Securities Holder by the Banker

Bank Name :

Folio No. :

1. Bank Name and Branch			
2. Bank contact details Postal Address Phone number e-mail Address			
3. Bank Account Number			
4. Account opening date			
5. Account Holder(s) Name(s)	1)	2)	3)
6. Latest photograph of the Account Holder(s)			
1st Holder 2nd Holder 3rd Holder			
7. Account Holder(s) details as per Bank Records			
a) Address			
b) Phone Number			
c) e-mail Address			
d) Signature(s)			
1)		2)	
		3)	
Seal of the Bank		Signature verified as recorded with the Bank	
	(Signature)		
Place :	Name of the Bank Manager		
	Employee Code		
Date :	e-mail Address		



Form No. SH-13

Nomination Form

[Pursuant to Section 72 of the Companies Act, 2013 and Rule 19(1) of the Companies Act(Share Capital and Debentures) Rules 2014]

To

Name of the Company :

Address of the Company :

I / We the holder(s) of the Securities particulars of which are given hereunder wish to make Nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such Securities in the event of my / our death.

(1) PARTICULARS OF THE SECURITIES (in respect of which Nomination is being made)

Nature of Securities	Folio No.	No. of Securities	Certificate No.	Distinctive Nos.

(2) PARTICULARS OF NOMINEE/S

- (a) Name :
- (b) Date of Birth :
- (c) Father's / Mother's / Spouse name :
- (d) Occupation :
- (e) Nationality :
- (f) Address :
- (g) e-mail ID :
- (h) Relationship with the Security Holder :

(3) IN CASE NOMINEE IS A MINOR

- (a) Date of Birth :
- (b) Date of attaining Majority :
- (c) Name of Guardian :
- (d) Address of Guardian :

Name

Address

Name of the Security Holder(s)

Signature of the Security Holder (s)

Witness with Name and Address

Signature of the Witness

Instructions :

- 1) Nomination can be made by individuals only, holding share on their own behalf
- 2) Transfer of shares in favour of a Nominee shall be valid discharge by the Company against the legal heir
- 3) Nomination stand rescinded upon transfer of shares
- 4) Nomination forms shall be submitted in duplicate. Duplicate copy of the same will be returned to you for your records after Nomination is registered by the Company

Form No. ISR-4

Request for issue of Duplicate Certificate and other Service Requests

(for Securities - Shares / Debentures / Bonds, etc., held in Physical Form)

Date :

A. Mandatory Documents / details required for processing all service request:

I / We are submitting the following documents / details with respect to service request

(tick ✓ as relevant, refer to the instructions) :

- Demat Account No. :

Provide latest Client Master List (CML) of your Demat Account, not older than two months, attested by the Depository Participant*

Also, provide duly filled-in demat conversion request form.

- Provide the following details, if they are not already available with the RTA (see **SEBI circular dated November 03, 2021** in this regard)

PAN	☐	Specimen Signature	☐
Nomination / Declaration to Opt-out	☐		

* (Your address, e-mail address, mobile number and bank details shall be updated in your folio from the information available in your CML). You can authorize the RTA to update the above details for all your folios. In this regard, please refer to and use **Form ISR-1 in SEBI circular dated November 03, 2021**.

B. I / We request you for the following (tick ✓ relevant box)

☐ Issue of Duplicate Certificate	☐ Claim from Unclaimed Suspense Account
☐ Replacement / Renewal / Exchange of Securities Certificate	☐ Endorsement
☐ Sub-division / Splitting of Securities Certificate	☐ Consolidation of Folios
☐ Consolidation of Securities Certificate	☐ Transmission
☐ Transposition (Mention the new order of Holders here) 1) 2) 3)	
☐ Claim from Suspense Escrow Demat Account	

C. I / We are enclosing Certificate(s) as detailed below :**

Name of the Issuer Company	
Folio Number	
Name(s) of the Security holder(s) as per the Certificate(s)	1. 2. 3.
Certificate Numbers	
Distinctive Numbers	
Number & Face value of Securities	

** Wherever applicable / whichever details are available

D. Document / details required for specific service request :

- I. ☐ Duplicate Securities Certificate
- II. ☐ Claim from Unclaimed Suspense Account

Securities Claimed	(in numbers) (in words)
--------------------	--------------------------------

- III. ☐ Replacement / Renewal / Exchange of Securities Certificate (that is defaced, mutilated, torn, decrepit, worn out or where the page on the reverse is fully utilized)
- IV. ☐ Endorsement
- V. ☐ Sub-division / Splitting of Securities Certificate
- VI. ☐ Consolidation of Securities Certificate / Folios
- VII. ☐ Transmission
- VIII. ☐ Transposition
- IX. ☐ Claim from Suspense Escrow Demat Account

Securities Claimed	(in numbers)
	(in words)

Provide / attach Original Securities Certificate(s) for request for item numbers III to VIII above.

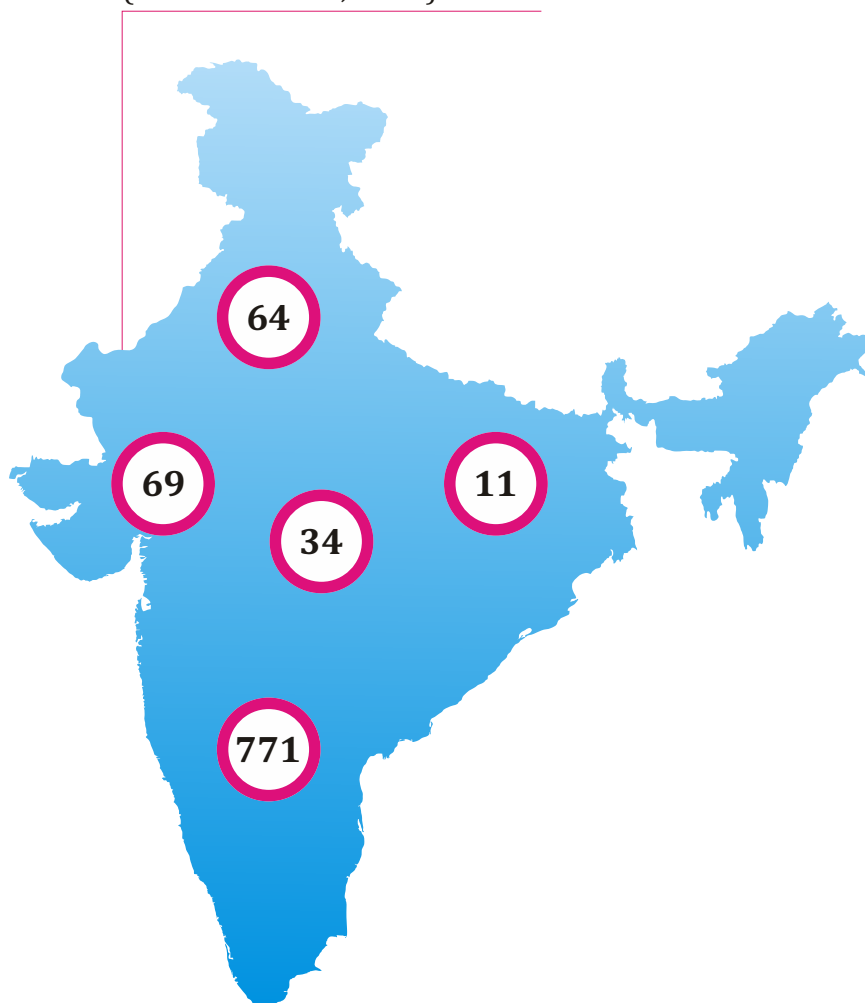
Declaration : All the above facts stated are true and correct to best of my / our knowledge and belief.

	Securities Holder 1 / Claimant	Securities Holder 2	Securities Holder 3
Signature			
Name			
Full address			
Pin			

After processing the service request, the RTA/listed company shall issue the securities to the security holder/claimant only in demat mode, directly in the demat account of the security holder/claimant, within 30 days of receipt of service request.

REGIONWISE BRANCHES

(as on March 31, 2026)



BANK NETWORK

(as on March 31, 2026)

1764

ATMs
OF WHICH

999^(BRM)

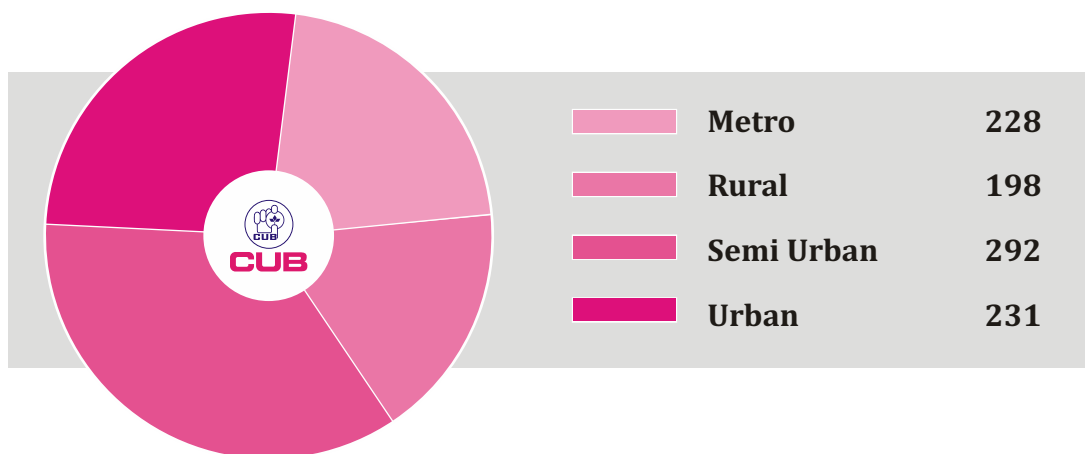
BULK NOTE
RECYCLER
MACHINE

765

CASH
WITHDRAWAL
MACHINE

949

BRANCHES



LIST OF ABBREVIATIONS

AI	- Artificial Intelligence	IRDAI	- Insurance Regulatory and Development Authority of India
ALCO	- Asset Liability Committee	ISIN	- International Securities Identification Number
AML	- Anti Money Laundering	ISR	- Investor Service Request
ANBC	- Adjusted Net Bank Credit	KMP	- Key Managerial Personnel
ARC	- Asset Reconstruction Companies	KYC	- Know Your Customer
ATM	- Automated Teller Machine	LAMF	- Loan Against Mutual Funds
BC	- Business Correspondent	LCR	- Liquidity Coverage Ratio
BIO AUTH	- Biometric Authentication	MCA	- Ministry of Corporate Affairs
BSE	- Bombay Stock Exchange	MPC	- Monetary Policy Committee
CAPEX	- Capital Expenditure	MRT	- Material Risk Taker
CASA	- Current Account Saving Account	MSME	- Micro Small & Medium Enterprises
CCB	- Capital Conversion Buffer	NABARD	- National Bank for Agricultural & Rural Development
CDSL	- Central Depository Services Limited	NHB	- National Housing Bank
CFS	- Consolidated Financial Statements	NMMS	- National Means - Cum - Merit Scholarship
CPI	- Consumer Price Index	NPA	- Non - Performing Asset
CRAR	- Capital Adequacy Ratio	NPCI	- National Payment Corporation of India
CRR	- Cash Reserve Ratio	NRC	- Nomination and Remuneration Committee
CSR	- Corporate Social Responsibility	NSDL	- National Securities Depository Limited
CY	- Current Year	NSE	- National Stock Exchange
DICGC	- Deposit Insurance Credit Guarantee Corporation	NSFR	- Net Stable Funding Ratio
DIN	- Director Identification Number	NTB	- New To Bank
ECB	- External Commercial Borrowings	OMO	- Open Market Operation
ECGC	- Export Credit Guarantee Corporation	OTP	- One Time Password
ECLGS	- Emergency Credit Line Guarantee Scheme	PAN	- Permanent Account Number
EPS	- Earning Per Share	PIN	- Personal Identification Number
ESOS	- Employee Stock Option Scheme	PSU	- Public Sector Undertaking
EXIM BANK	- Export Import Bank	QIP	- Qualified Institutional Placement
FDI	- Foreign Direct Investment	RBI	- Reserve Bank of India
FEDAI	- Foreign Exchange Dealers Association of India	ROC	- Registrar of Companies
FPI	- Foreign Portfolio Investor	RTA	- Registrar and Transfer Agent
FY	- Financial Year	SARFAESI	- Securitization and Reconstruction of Financial Assets & Enforcement of Security Interest
GDP	- Gross Domestic Product	SBEB	- Share Based Employee Benefit
GFF	- Global Fintech Fest	SBMD	- Single Block Multiple Debits
GST	- Goods & Services Tax	SCA	- Statutory Central Auditor
IAS	- Indian Accounting Standards	SEBI	- Securities & Exchange Board of India
ICAAP	- Internal Capital Adequacy Assessment Process	SIDBI	- Small Industries Development Bank of India
ICAI	- Institute of Chartered Accountants of India	SLM	- Small Language Model
ICC	- Internal Complaint Committee	SR	- Security Receipt
ICSI	- Institute of Company Secretaries of India	SS	- Secretarial Standards
IEPF	- Investor Education and Protection Fund	SWOT	- Strength Weakness Opportunity & Threat
IMF	- International Monetary Fund	UPI	- Unified Payment Interface
IO	- Internal Ombudsman	UPSI	- Unpublished Price Sensitive Information
IOT	- Internet Of Things	VRR	- Variable Rate Repo



Moments from the previous Annual General Meeting - 13-08-2025



CITY UNION BANK LIMITED

CIN: L65110TN1904PLC001287

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e-mail: shares@cityunionbank.in
Website: www.cityunionbank.bank.in

Administrative Office

"Narayana", No. 24-B, Gandhi Nagar,
Kumbakonam - 612 001.
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Fax: 0435 - 2431746
e-mail: shares@cityunionbank.in
Website: www.cityunionbank.bank.in

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e-mail: customercare@cityunionbank.com