

## RATING RATIONALE

15 October 2020

### United Bank of India

## Brickwork Ratings withdraws the ratings of the Basel III Tier II Bonds of United Bank of India

### Particulars

Instrument **	Amount (Rs Crs)		Tenure	Rating*	
	Previous	Present		Previous (Oct 2019)	Present#
Tier II Bonds (Basel III)	500.00	500.00	Long Term	BWR A+/ Credit Watch with Developing Implications	Rating Withdrawn #
Tier II Bonds (Basel III)	500.00	500.00	Long Term	BWR A+/ Credit Watch with Developing Implications	Rating Withdrawn #
<b>Total</b>	<b>1000.00</b>	<b>1000.00</b>	<b>Rupees Thousand Crores only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for the definition of the ratings

# The rating is withdrawn on account of the transfer of instruments from United Bank of India to Punjab National Bank upon amalgamation

\*\* ISIN Details of Instruments are provided in Annexure-I

### RATING ACTION / WITHDRAWAL

Brickwork Ratings (BWR) has withdrawn the rating of the Basel III Tier II bonds of United Bank of India (UBI) on account of the transfer of instruments to Punjab National Bank (PNB) upon amalgamation, effective from 01 April 2020. BWR has received the necessary documentation for the rating withdrawal, and is in line with BWR's rating withdrawal policy.

### ABOUT THE BANK

United Bank of India (UBI) was formed in 1950 and is among the 14 major banks that were nationalised in July 1969. In August 2019, the Government of India (GOI) announced the amalgamation of 10 Public Sector Banks (PSBs) to form four PSBs. Subsequently, Oriental Bank of Commerce (OBC) and UBI were amalgamated into PNB with effect from 1 April 2020.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY**

**RATING HISTORY FOR THE PREVIOUS THREE YEARS (Including withdrawal and suspended)**

						Rating History for the past 3 years							
						Current Rating (2020)		2019		2018		2017	
Sr. No.	Name of Instrument	Type	Amount (Rs Crs)	Amount (Rs Crs)	Rating	15 October 2019	30 March 2019	26-Apr-18	04-Apr-18	25-Oct-17	05-Jul-17		
1	Basel III Tier II Bonds	Long Term	500	500	Withdrawn	BWR A+/Credit Watch with Developing Implications	BWR A+/Negative	BWR A+/Negative	BWR A+/Negative	BWR AA-/Credit Watch with Developing Implications	BWR AA-/Negative		
2	Basel III Tier II Bonds	Long Term	500	500	Withdrawn	BWR A+/Credit Watch with Developing Implications	BWR A+/Negative	BWR A+/Negative	BWR A+/Negative	BWR AA-/Credit Watch with Developing Implications	BWR AA-/Negative		
3	Basel III Additional Tier I Bonds	Long Term	500 (raised Rs 200 Cr)	-	NA	NA	NA	Withdrawn	BWR A-/Stable	BWR A-/Credit Watch with Developing Implications	BWR A-/Negative		
<b>Total</b>				<b>1000</b>	<b>Rupees One Thousand Crores Only</b>								

\* Rating is withdrawn on account of transfer of instruments from UBI to PNB

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Banks & Financial Institutions](#)
- [Basel III Compliant Instruments](#)

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### United Bank of India

#### ANNEXURE I DETAILS OF INSTRUMENTS

Instrument	Issue Date	Amount Raised	Coupon Rate	Maturity Date	ISIN Particulars
		(Rs in Crs)			
Tier II Bonds (Basel III)	25-Jun-13	500	8.75%	25-Jun-23	INE695A09103
Tier II Bonds (Basel III)	23-Aug-17	500	9.00%	23-Aug-27	INE695A08030



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