

यूको बैंक UCO BANK

प्रधान कार्यालय : 10, बी. टी. एम सरणी , कोलकाता -700001,

HEAD OFFICE: 10, B.T.M SARANI, KOLKATA-700001

फ़ोन/ PHONE - 033 44557227

फैक्स / FAX - 033 22485625,

Email - hosgr.calcutta@ucobank.co.in

DIVIDEND DISTRIBUTION GUIDELINES

Bank follows the following guidelines issued by RBI while making payment of Dividend to the shareholders of the Bank:

Reserve Bank of India vide Circular No. RBI/451/2005 DBOD. NO. BP.BC. 88/21.02.067/2004-05 dated 4th May, 2005 advised that prior approval of Reserve Bank of India is not necessary for declaration of Dividend, if the Bank complies with the specified eligibility criteria regarding capital adequacy, Net NPA, Compliance of provision of Sec. 15 & 17 of Banking Regulation Act, and makes provision for impairment of assets, staff benefits, transfer of profit to reserve etc. as per RBI guidelines.

RBI in their aforesaid circular have further stipulated that the dividend should be paid out of the current year's profit. The matrix of criteria for maximum permissible range of Dividend pay-out ratio as detailed below has also been stipulated in the aforesaid RBI circular:

Category	CRAR	Net NPA Ratio			
		Zero	More than zero but less than 3%	From 3% to less than 5%	From 5% to less than 7%
Range of Dividend Pay-out Ratio (% of Profit After Tax)					
A	11% or more for each of last 3 years	Upto 40	Upto 35	Upto 25	Upto 15
B	10% or more for each of last 3 years	Upto 35	Upto 30	Upto 20	Upto 10
C	9% or more for each of last 3 years	Upto 30	Upto 25	Upto 15	Upto 5
D	9% or more in the current year	Upto 10		Upto 5	Nil

However, RBI vide its circular DOR.ACC.REC.7/21.02.067/2021-22 dated 22.04.2021 instructed banks to pay dividend on equity shares from the profits for the financial year ended March 31, 2021, subject to the quantum of dividend being not more than fifty percent of the amount determined as per the dividend pay-out ratio given above.