Early Warning System

IFC-51160

CUB Debt

Quick Facts

Countries	India
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	B
Voting Date	2025-09-26
Borrower	City Union Bank Ltd.
Sectors	Energy, Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 50.00 million
Loan Amount (USD)	$ 50.00 million

Project Description

According to the IFC, the proposed investment is a senior unsecured A loan of up to US$50 million to City Union Bank (CUB or the Bank) in India, with a tenor of 3 years (bullet repayment). The proceeds of IFC's investment will be utilized to support CUB to expand its climate finance portfolio (comprising primarily renewable energy (RE)) (the Project), particularly for its micro, small, and medium enterprise (MSME) customers.

The Bank currently has 875 branches across India. It is expected that 100% of the proposed investment will be used to support MSMEs across the country.

Investment Description

- International Finance Corporation (IFC)

Financial Intermediary

Financial Intermediary: A commercial bank or financial institution that receives funds from a development bank. A financial intermediary then lends these funds to their clients (private actors) in the form of loans, bonds, guarantees and equity shares. Financial intermediaries include insurance, pension and equity funds. The direct financial relationship is between the development bank and the financial intermediary.

- City Union Bank Ltd. (Financial Intermediary)

Private Actors Description

As stated by the IFC, CUB has a diversified shareholding structure with no promoter. 100% of the Bank's shares are traded in public. As of March 2025, 38.90% of the Bank's shares were held by individual investors, 28.03% by foreign portfolio investors, and 33.07% by local FIs (including insurance companies and mutual funds). There are three institutional shareholders holding more than 5% of the Bank, namely HDFC Asset Management Company (8.75%), SBI Mutual Fund (8.13%), and Capital Group USA (5.89%).

CUB is headquartered in Kumbakonam, Tamil Nadu, India.

Contact Information

General IFC Inquiries - IFC Communications:

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Financial Intermediary - City Union Bank:

Venkataramanan Srinivasan - Company Secretary
Phone: +91 435-2402322
Email: secretary@cityunionbank.in
Address: Narayana" No.24B, Gandhi Nagar Kumbakonam - 612 001, Tamilnadu, India.
Website: https://cityunionbank.com

ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://disclosures.ifc.org/#/inquiries

If you believe that your request for information from IFC has been unreasonably denied, or that this Policy has been interpreted incorrectly, you can submit a complaint at the link above to IFC's Access to Information Policy Advisor, who reports directly to IFC's Executive Vice President.

ACCOUNTABILITY MECHANISM OF IFC/MIGA

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org