

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(Rs in Lakhs)

Particulars	Quarter ended			Year ended	Year ended
	31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
	#Audited	Unaudited	#Audited	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	26785	26754	29312	108905	120427
(a) Interest/discount on advances/bills	18602	19067	20223	76949	83428
(b) Income on investments	6824	6507	8189	27702	32760
(c) Interest on balances with Reserve Bank of India and other interbank funds	907	697	417	2407	2212
(d) Others	452	483	483	1847	2027
2. Other income	2849	2268	3086	11102	7673
3. Total Income (1 + 2)	29634	29022	32398	120007	128100
4. Interest expended	18332	19076	21113	75745	89960
5. Operating expenses (a) + (b)	7456	8841	11795	34855	37812
(a) Employees cost	3360	5035	6350	19490	21315
(b) Other operating expenses	4096	3806	5445	15365	16497
6. Total Expenditure (4+5) (excluding provisions and contingencies)	25788	27917	32908	110600	127772
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	3846	1105	(510)	9407	328
8. Provisions (other than tax) and Contingencies	2965	1923	2087	8169	10710
9. Exceptional items	-	-	9234	-	9234
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	881	(818)	(11831)	1238	(19616)
11. Tax expense	-	-	1329	-	1329
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	881	(818)	(13160)	1238	(20945)
13. Extraordinary items (net of tax expense)	-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	881	(818)	(13160)	1238	(20945)
15. Paid-up equity share capital (Face value Rs.10)	20985	20985	17744	20985	17744
16. Reserves excluding Revaluation Reserves				30386	23797
17. Analytical Ratios					
(i) Percentage of share holding of Government	Nil	Nil	Nil	Nil	Nil

of India					
(ii) Capital Adequacy Ratio as per Basel III	10.26%	9.24%	7.51%	10.26%	7.51%
(iii) Earnings Per Share(EPS) in Rupees					
-Basic EPS (Before and after Extra ordinary items)	0.42*	(0.39)*	(7.42)*	0.59	(11.80)
-Diluted EPS (Before and after Extra ordinary items)	0.42*	(0.39)*	(7.42)*	0.59	(11.80)
(iv) NPA Ratios					
- Gross NPA	31560	50383	45892	31560	45892
- Net NPA	16648	18339	19319	16648	19319
- % of Gross NPA	4.78%	7.59%	6.36%	4.78%	6.36%
- % of Net NPA	2.58%	2.90%	2.78%	2.58%	2.78%
(v) Return on Assets (average) – (Annualized)	0.06%	(0.27)%	(1.61)%	0.10%	(1.61)%

*Not Annualized

Refer Note No.4

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakhs)

Particulars	Quarter ended			Year ended	Year ended
	31-Mar-17	31 Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
	#Audited	Unaudited	# Audited	Audited	Audited
1. Segment Revenue					
(a) Treasury	8132	7782	13927	34036	33583
(b) Retail Banking	8165	9652	8575	39067	45394
(c) Corporate/ Wholesale Banking	13337	11588	9896	46904	49123
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total Revenue	29634	29022	32398	120007	128100
Less: Inter-Segment Revenue	-	-	-	-	-
Income from Operations	29634	29022	32398	120007	128100
2. Segment Results					
(a) Treasury	2484	(417)	(487)	5930	(789)
(b) Retail Banking	1338	1338	919	3794	3322
(c) Corporate/ Wholesale Banking	24	184	(1220)	(316)	(2483)
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total	3846	1105	(788)	9408	50
Less : (i) Interest	-	-	-	-	-
(ii) Other Unallocable Expenditure net-off	2965	1923	11043	8169	19666
(iii) Unallocable income	-	-	-	-	-
Profit (+)/Loss(-) before tax	881	(818)	(11831)	1239	(19616)
3. Segment Assets					
(a) Treasury	465889	514424	416462	465889	416462
(b) Retail Banking	325365	347188	368516	325365	368516
(c) Corporate/ Wholesale Banking	435545	413856	454609	435545	454609
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	6503	6724	6711	6503	6711
Total	1233312	1282192	1246298	1233312	1246298
4. Segment Liabilities					
(a) Treasury	434642	481108	412959	434642	412959



(b) Retail Banking	313526	338339	357408	313526	357408
(c) Corporate/ Wholesale Banking	419696	403307	425136	419696	425136
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total	1167864	1222754	1195503	1167864	1195503
5. Capital Employed (Segment Assets- Segment Liabilities)					
(a) Treasury	31257	33316	3503	31257	3503
(b) Retail Banking	11839	8849	11108	11839	11108
(c) Corporate/ Wholesale Banking	15849	10549	29473	15849	29473
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	6503	6724	6711	6503	6711
Total	65448	59438	50795	65448	50795

Refer Note No.4

Business Segments have been identified and reported taking into account, the target customer profile, the nature of products and services, the differing risks and returns, the organization structure, the internal business reporting system and the guidelines prescribed by Reserve Bank of India.

Part B: Geographical segments

The Bank has only the domestic geographic segment.

Notes

1. Statement of Assets and Liabilities of the Bank as on 31st March, 2017

(Rs. in Lakhs)

Particulars	As on 31.03.2017 (Audited)	As on 31.03.2016 (Audited)
Capital and Liabilities		
Capital	20985	17744
Reserve and Surplus	44463	33051
Deposits	1129368	1135376
Borrowings	14520	25185
Other Liabilities and Provisions	23976	34942
Total	1233312	1246298
Assets		
Cash and Balances with Reserve Bank of India	57497	57948
Balances with Banks and Money at call and Short Notice	23260	25365
Investments	419415	379224
Advances	644635	695268
Fixed Assets	21427	17892
Other Assets	67078	70601
Total	1233312	1246298

- The above audited financial results for the quarter and year ended 31st March 2017, were reviewed by the Audit Committee and recommended for approval to, and approved by the Board of Directors at its meeting held on May 16, 2017. These Results have been subjected to "Audit" by the Statutory Auditors of the Bank and an unqualified report has been issued by them.
- The divergence observed by the RBI for the financial year 2015-16 in respect of the Bank's asset classification and provisioning under the extant prudential norms on income recognition, asset classification and provisioning does not exceed the limits specified under RBI Circular DBR.BP.BC.No.63/21.04.018/2016-177 dated April 18, 2017 on "Divergence in the asset classification and provisioning", and hence not disclosed in the Notes on Accounts to audited financial statements for the year ended March 31, 2017..



4. Figures for the last quarter in each of the years are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to the end of the third quarter of the respective financial year which was subjected to limited review.
5. In terms of RBI circular no. FMRD.DIRD.10/14.03.002/2015-16 dated 19th May, 2016, repo and reverse repo transactions with RBI under LAF/MSF are accounted for as borrowing and lending respectively as against the earlier practice of including the same under Investments. Previous period figures have been regrouped and reclassified to conform to current period's classification. The aforesaid change has no impact on the profit of the Bank for the period presented.
6. In accordance with RBI circular DBR No BP.BC.1/21.06.201/2015-16 dated 1st July 2015 on BASEL-III Capital Regulations, banks are required to make quarterly Pillar 3 disclosure requirements including Leverage Ratio and Liquidity Coverage Ratio under Basel III framework. Accordingly, the Bank has made these disclosures, which are available in its website at the following link:
http://www.dhanbank.com/investor_relations/inv_basel.aspx. These disclosures have not been subjected to audit/ Review by the Statutory Auditors.
7. The working results for the quarter and year ended 31 March, 2017 have been arrived at after making provision for tax, if any, and other usual and necessary provisions, provisions for Non-Performing Assets, Standard Assets, restructured advances, exposures to entities with un-hedged foreign currency exposure, additional provision for stressed sectors, Non-Performing Investments and Depreciation on Investments as per the guidelines and prudential norms issued by the Reserve Bank of India.
8. During the year ended 31st March, 2016, the Bank had assigned certain Non performing financial assets to Asset Reconstruction Companies. In terms of RBI Master Circular DBR.No.BP.BC.2/21.04.048/2015-16 on Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated July 1, 2015 as amended; the shortfall arrived at by deducting sales consideration from the net book value of the financial assets is amortized over a period of two years. Accordingly, the Bank has charged to the profit and loss account an amount of Rs. 1.57 crores for the quarter ended 31st March 2017 and Rs.6.28 for the year ended March 31, 2017. The unamortized balance of Rs. 4.7 Crores will be carried over and amortized over the next three quarters.
9. The existing Deferred Tax Assets (DTA) of Rs.37.06 Crores was reviewed in the light of improving trend in performance and a considered conservative view has been taken to retain the same.
10. During the year ended 31st March 2017 (in quarter ended 30th September 2016) the Bank has raised 3,24,05,000 equity shares at Rs. 25.98 per share (including premium of Rs.15.98 per share) on preferential allotment basis.
11. Other Income includes fees earned from services to customers, commission from non-fund based banking activities, earnings from foreign exchange transactions, selling of third party products, profit /loss on sale of investments (Net) and recoveries from written off accounts.
12. Provision Coverage Ratio as on 31-03-2017 is 79.99%.
13. The figures for the previous period have been regrouped/ rearranged wherever necessary to conform to the current period's classification.

Place: Thrissur
Date: 16th May, 2017



By Order of the Board

(G. Sreeram)

Managing Director & CEO
(DIN: 05143385)

