

THE DHANALAKSHMI BANK LTD.
Registered & Corporate Office: P. B No.9, Dhanalakshmi Building
Naickanal, Thrissur - 680001

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2010

(Rs. in Lakhs)

Particulars	Quarter ended		Year Ended	
	31.03.2010 (unaudited)	31.03.2009 (unaudited)	31.03.2010 (Audited)	31.03.2009 (Audited)
1. Interest earned (a) + (b) + (c) + (d)	15045	11491	53457	40841
(a) Interest/discount on advances/Bills	11535	8805	41940	29209
(b) Income on Investments	3429	1874	10785	7903
(c) Interest on balances with RBI and other Inter Bank funds	81	812	531	3729
(d) Others	0	0	201	0
2. Other Income	3193	4095	9099	7936
3. Total Income (1 + 2)	18238	15586	62556	48777
4. Interest Expended	10660	8673	39402	28680
5. Operating expenses (i) + (ii)	6409	3114	19286	11307
(i) Employees Cost	3468	1672	10908	6256
(ii) Other operating expenses	2941	1442	8378	5051
6. Total Expenditure (4+5) (excluding provisions and contingencies)	17069	11787	58688	39987
7. Operating Profit (3-6) (before provisions and contingencies)	1169	3799	3868	8790
8. Provisions (other than tax) and Contingencies	396	952	1094	824
9. Exceptional Items	NIL	NIL	NIL	NIL
10. Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)	773	2847	2774	7966
11. Tax Expense	213	622	444	2221
12. Net Profit (+) / Loss (-) from Ordinary Activities after Tax (10-11)	560	2225	2330	5745
13. Extraordinary items (net of tax expense)	NIL	NIL	NIL	NIL
14. Net Profit(+)/Loss(-) for the period (12-13)	560	2225	2330	5745
15. Paid-up equity share capital (Face value Rs.10)	6412	6412	6412	6412
16. Reserves – Excluding Revaluation Reserves	35904	34323	35904	34323
17. Analytical Ratios				
(i) share holding of Govt. of India(%)	NIL	NIL	NIL	NIL
(ii) Capital Adequacy Ratio (%) - Basel I	12.47	14.44	12.47	14.44
Basel II	12.99	15.38	12.99	15.38
(iii) Earnings per Share (EPS) (in Rupees)				
a)EPS for the quarter / year (before and after Extraordinary items)				
- Basic	*0.87	*3.47	3.64	9.16
- Diluted	*0.87	*3.47	3.64	9.16
(iv) NPA Ratios				
(a) Amount of Gross Non Performing Assets	7750	6443	7750	6443
(b) Amount of Net Non Performing Assets	4194	2824	4194	2824
(c) % of Gross NPA	1.54%	1.99%	1.54%	1.99%
(d) % of Net NPA	0.84%	0.88%	0.84%	0.88%
(e) Return on Assets (average) - Annualized %	0.30	1.87	0.35	1.21
18. Public Shareholding				
- Number of shares	64115600	64115600	64115600	64115600
- Percentage of shareholding	100.00%	100.00%	100.00%	100.00%
19. Promoters and promoter group shareholding				
a) Pledged/Encumbered	NIL	NIL	NIL	NIL
▪ Number of shares				
▪ Percentage of shares (as a % of the total shareholding of promoter and promoter group)				
▪ Percentage of shares (as a% of the total share capital of the company)				

b) Non-encumbered	NIL	NIL	NIL	NIL
▪ Number of Shares				
▪ Percentage of shares (as a % of the total shareholding of promoter and promoter group)				
▪ Percentage of shares (as a % of the total share capital of the company)				

- Not annualized

(Rs. in Lakhs)

SUMMARISED BALANCE SHEET AS AT 31st MARCH 2010		
	31.03.2010	31.03.2009
CAPITAL AND LIABILITIES		
Capital	6412	6412
Reserves and Surplus	37596	36036
Deposits	709848	496881
Borrowings	12055	0
Other Liabilities and Provisions	42778	24953
TOTAL	808689	564282
ASSETS		
Cash and Balance with RBI	61290	39499
Balance with Banks and Money at call and short notice	13743	29107
Investments	202779	156736
Advances	500626	319606
Fixed Assets	7947	4621
Other assets	22304	14713
TOTAL	808689	564282
Contingent Liabilities	55753	24953
Bills for collection	5524	5370

Notes

1. The above financial results have been approved by the Board of Directors at its meeting held on 11th May, 2010. The same have been subjected to audit by the Central Statutory Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the requirements of the listing agreement with Stock Exchanges.
2. The working results for the year ended 31.03.2010 have been arrived at after making provision for Income Tax including Deferred Tax other usual and necessary provisions. Provisions for Non Performing Assets, Standard Assets, Restructured Advances, Non Performing Investments and Depreciation on Investments are made as per guidelines issued by RBI.
3. On 6th August, 2009, the Bank granted 4,042,470 options to employees under the plan at an option price of Rs. 118.35. Such options also vest at the rate of 30%, 30% and 40% on each successive anniversary of the grant date. As the closing quoted market price of share a day prior to the date of grant is the same as the exercise price, intrinsic value of the options is NIL and accordingly no stock based compensation arose on such grants
4. In terms of Agricultural Debt Waiver and Debt Relief Scheme 2008, framed by the Government of India, the bank has received Rs. 3.13 crores from RBI on account of loans to small and marginal farmers out of the amount eligible for debt waiver of Rs. 4.35 crores. The balance amount of Rs. 1.22 crores has been shown as receivables and classified under the head "Advances". The claims are subject to certification by Central Statutory Auditors.
5. During the year the Bank has raised an amount of Rs. 150 crores as Tier-II Bonds by private placement.
6. Details of Investor Complaints for the quarter ended 31st March 2010: Beginning - 5 Received - 169 Disposed of 162 Closing - 12.
7. The Board of Directors has recommended a dividend of 10% for the year, i.e. Re.1 per equity share of the face value of Rs.10 subject to the approval of RBI.
8. The figures for the previous year have been regrouped or rearranged wherever necessary to conform to current year's classification.

Part A - Business Segments

(Rs. in lakhs)

	Quarter ended		Year Ended	
	31.03.2010 (Audited)	31.03.2009 (Audited)	31.03.2010 (Audited)	31.03.2009 (Audited)
1. Segment Revenue				
(a) Treasury	3537	2870	13481	11930
(b) Retail Banking	391	1759	14066	16388
(c) Corporate/Wholesale Banking	14341	10664	34737	19725
(d) Other Banking Operations	(305)	293	0	734
(e) Unallocated	0	0	0	0
Total	17964	15586	62284	48777
Less: Inter Segment Revenue		0	0	0
Income from Operations	17964	15586	62284	48777
2. Segment Results (Profit (+)/Loss (-) before tax and after interest from each segment)				
(a) Treasury	201	217	1682	2740
(b) Retail Banking	867	707	1625	3122
(c) Corporate/Wholesale Banking	1517	2263	2714	3758
(d) Other Banking Operations	(305)	293	0	734
(e) Unallocated	0	0	0	0
Total	2280	3480	6021	10354
Less: (i) Interest		0	0	0
(ii) Other Un-allocable Expenditure net off	1507	633	3247	2388
(iii) Un-allocable income	0	0	0	0
Profit Before Tax	773	2847	2774	7966
3. Capital Employed				
(a) Treasury	14418	2633	14418	2633
(b) Retail Banking	6181	18353	6181	18353
(c) Corporate/Wholesale Banking	15909	22090	15909	22090
(d) Other Banking Operations	0	0	0	0
(e) Unallocated	7500	(628)	7500	(628)
Total	44008	42448	44008	42448

"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

Since the Bank is having domestic operations only, no reporting is necessary under this segment.

By order of the Board

Sd/-

Mumbai

May 11, 2010

AMITABH CHATURVEDI
(Managing Director & CEO)