

DHANLAXMI BANK LIMITED.
Registered & Corporate Office: P. B No.9, Dhanalakshmi Buildings,
Naickanal, Thrissur – 680 001

UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED DECEMBER 31, 2013

(₹ in Lakhs)

Particulars	For the Quarter ended			For the nine months ended		For the Year ended
	Dec 31, 2013	Sep 30, 2013	Dec 31, 2012	Dec 31, 2013	Dec 31, 2012	March 31, 2013
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1. Interest earned (a)+(b)+(c)+(d)	31244	33686	32465	96291	98237	130800
(a) Interest/discount on advances/bills	22847	24411	24062	70247	74014	97151
(b) Income on investments	7522	8763	8207	24181	23818	32510
(c) Interest on balances with Reserve Bank of India and other interbank funds	875	512	193	1863	402	772
(d) Others	0	0	3	0	3	367
2. Other income	1508	1466	2746	5444	7068	11430
3.Total Income (1 + 2)	32752	35152	35211	101735	105305	142230
4. Interest expended	25591	25443	25033	76048	77523	103158
5. Operating expenses (a) +(b)	7922	7886	8768	23544	26205	33932
(a) Employees cost	4224	4323	4486	13077	14635	18676
(b) Other operating expenses	3698	3563	4282	10467	11570	15256
6. Total Expenditure (4+5) (excluding provisions and contingencies)	33513	33329	33801	99592	103728	137090
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	-761	1823	1410	2143	1577	5140
8. Provisions (other than tax) and Contingencies	11176	2008	971	13903	4181	7469
9. Exceptional items	-	-	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	-11937	-185	439	-11760	-2604	-2329
11. Tax expense	-	-	-	4	-	-2591
12.Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	-11937	-185	439	-11764	-2604	262
13. Extraordinary items	-	-	-	-	-	-
14.Net Profit (+)/Loss (-) for the period (12-13)	-11937	-185	439	-11764	-2604	262
15.Paid-up equity share capital (Face value Rs.10)	10836	10606	8514	10836	8514	8514
16.Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	62928
17.Analytical Ratios						
(a) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(b) Capital Adequacy Ratio						
Basel II	11.21%	11.85%	11.58%	11.21%	11.58%	11.06%
Basel III	9.78%	10.46%	-	9.78%	-	-
(c) Earnings Per Share(EPS) in Rupees						
EPS for the quarter/year (before and after extraordinary items)						
-Basic	-11.28*	-0.17*	0.52*	-11.11*	-3.06*	0.31
-Diluted	-11.28*	-0.17*	0.52*	-11.11*	-3.06*	0.31
(d) NPA Ratios						

- Gross NPA	54632	42679	31284	54632	31284	38027
- Net NPA	35022	29123	21602	35022	21602	26102
- % of Gross NPA	7.05%	5.31%	4.19%	7.05%	4.19%	4.82%
- % of Net NPA	4.64%	3.69%	2.93%	4.64%	2.93%	3.36%
(e) Return on Assets (average) – (Annualised)	-3.52%	-0.06%	0.14%	-1.17%	-0.26%	0.02%
18. Public Shareholding						
- Number of shares	108359619	106059619	85136319	108359619	85136319	85136319
- Percentage of shareholding	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
19. Promoters and promoter group shareholding						
(a) Pledged/Encumbered						
- Number of shares						
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Not Applicable					
(b) Non-encumbered						
- 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)	Not Applicable					

**Not annualised*

Notes

- The above financial results for the quarter/period ended 31st December 2013 reviewed by the Audit Committee of the Board have been approved by the Board of Directors at their meeting held on February 10th, 2014, and subjected to limited review by the Statutory Central Auditors .
- The financial results have been arrived at after providing for Standard /Non-Performing Assets, Depreciation on Investments as per RBI norms, taxes and other necessary provisions. Further, as regards the provision requirement of ₹ 5557 lakhs suggested in Annual Financial Inspection Report 2013, the Bank has been allowed time up to 31st March 2014 by the Reserve Bank of India vide letter no. DBOD. No.BP.10188/21.04.048/2013-14 dated 25th November 2013.
- There has been no change in the accounting policies followed during the quarter/ period ended 31st December 2013 as compared to those followed in the preceding financial year ended 31st March 2013.
- The unamortized transitional liability consequent to the reopening of the pension option and enhancement of the gratuity limit, following the amendments to the Payment of Gratuity Act, 1972 was ₹ 1020.70 Lakhs as on March 31, 2013. Out of the above, the amount charged to the Profit and Loss Account for the period ended 31st December 2013 is ₹ 382.50 lakhs (₹ 127.50 lakhs for the quarter ended 31.12.2013) and the balance amount of ₹ 638.20 Lakhs yet to be written off is carried forwarded to be amortized in future as permitted by RBI.
- The strategic investment made in Destimoney Securities Private Limited, a securities trading company, in February 2011, for ₹ 1224.49 Lakhs has been written down to its fair value of ₹361.80 Lakhs based on the last audited financials of the company as on March 31, 2013.
- In terms of RBI circular DBOD. No. BP.BC.88/21.06.201/2012-13 dated 28.03.2013, Banks have been advised to disclose capital under Basel III Capital Regulations from the quarter ended 30th June 2013. Accordingly, corresponding details for previous period/ year are not applicable.
- In accordance with RBI circular DBOD No BO.BC.2/21.06.201/2013-14 dated 1st July 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III Capital Regulations with effect from 30th September, 2013.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 limited review by the statutory auditors of the Bank.
- In terms of RBI circular DBOD.BP.BC.No.41/21.04.141/2013-14 dated August 23, 2013 on “Investment portfolio of banks –Classification, Valuation and Provisioning”, the Bank has opted to amortise the

depreciation on the Available for Sale (AFS) and Held for Trading (HFT) portfolios on each of the valuation dates in the current financial year ie 2013-14 in equal installments. Accordingly out of the Total depreciation of ₹ 8101 lakhs as on 31st December 2013, the Bank has recognized ₹ 3855 lakhs in the profit and loss account of the current quarter.

9. Details of investor complaints for the nine months ended December 31, 2013:
Beginning - Nil; Received - Nil; Disposed off - Nil; Closing - Nil.
10. The figures for the previous periods/year have been regrouped/ restated wherever necessary to conform to the current period's classification.

Part A: Business Segments

Particulars	For the quarter ended			For the nine months ended		Year ended
	Dec 31, 2013	Sept 30, 2013	Dec 31, 2012	Dec 31, 2013	Dec 31, 2012	March 31, 2013
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1. Segment Revenue						
(a) Treasury	8621	9110	10099	27455	26655	37754
(b) Retail Banking	3824	12941	17523	31099	51080	62370
(c) Corporate/Wholesale Banking	20306	13092	7566	43170	27547	41700
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	1	9	23	11	23	406
Total	32752	35152	35211	101735	105305	142230
Less: Inter-Segment Revenue	-	-	-	-	-	-
Income from Operations	32752	35152	35211	101735	105305	142230
2. Segment Results (Profit (+)/Loss (-) before tax and after interest from each segment)						
(a) Treasury	-601	-230	2167	36	-229	1498
(b) Retail Banking	-343	1107	-419	911	1664	2260
(c) Corporate/Wholesale Banking	190	945	-361	1206	361	1223
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-7	1	23	-10	-219	159
Total	-761	1823	1410	2143	1577	5140
Less : (i) Interest	-	-	-	-	-	-
(ii) Other Unallocable Expenditure net-off	11176	2008	971	13903	4181	7469
(iii) Unallocable income	-	-	-	-	-	-
Profit (+)/Loss(-) before tax	-11937	-185	439	-11760	-2604	-2329
3. Capital Employed						
(a) Treasury	40154	22349	49607	40154	49607	-41798
(b) Retail Banking	10458	27959	7485	10458	7485	63865
(c) Corporate/Wholesale Banking	14537	23474	4118	14537	4118	43004
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	10155	9977	9014	10155	9014	11529
Total	75304	83759	70224	75304	70224	76600

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.

By order of the Board

Sd/-

P.G. JAYAKUMAR

(Managing Director & CEO)

KOCHI

10th February, 2014