DhanlaxmiBank
established 1927

DHANLAXMI BANK LIMITED.

Registered Office: P. B No.9, Dhanalakshmi Buildings, Naickanal, Thrissur – 680 001
Corporate Office: Dhanlaxmi Bank Limited, Punkunnam, Thrissur – 680 002, Ph:0487-7107100
CIN: L65191KL1927PLC000307

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

(Rs in Lakh)

Particulars	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited	Unaudited	Audited	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	30623	30772	27410	120699	107123
(a) Interest/discount on advances/bills	24242	24906	21221	96245	82542
(b) Income on investments	5870	5492	5829	22062	23510
(c) Interest on balances with Reserve Bank of India and other interbank funds	282	171	127	726	252
(d) Others	229	203	233	1666	819
2. Other income	4107	3570	3739	15256	7452
3.Total Income (1 + 2)	**34730**	**34342**	**31149**	**135955**	**114575**
4. Interest expended	20137	19372	15895	74854	59548
5. Operating expenses (a) + (b)	16337	13854	11398	54175	42707
(a) Employee's cost	10522	8438	6406	33120	24725
(b) Other operating expenses	5815	5416	4992	21055	17982
6. Total Expenditure (4+5) (excluding provisions and contingencies)	**36474**	**33226**	**27293**	**129029**	**102255**
7. Operating Profit (+)/Loss (-) before provisions and contingencies (3-6)	**(1744)**	**1116**	**3856**	**6926**	**12320**
8. Provisions (other than tax) and Contingencies	(2815)	811	1814	(122)	9159
9. Exceptional items	-	-	-	-	-
10. **Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)**	**1071**	305	**2042**	**7048**	**3161**
11. Tax expense	740	-	(1775)	1266	(1775)
12. Net Profit (+)/Loss (-) from Ordinary Activities after tax (10-11)	**331**	**305**	**3817**	**5782**	**4936**
13. Extraordinary items (net of tax expense)	-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	**331**	**305**	**3817**	**5782**	**4936**

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

15. Paid-up equity share capital (Face value Rs.10)	25301	25301	25301	25301	25301
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)				61738	54803
17. Analytical Ratios and Other Disclosures:					
(i) Percentage of shareholding of Government of India	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	12.71%	12.37%	12.32%	12.71%	12.32%
(iii) Earnings Per Share (EPS) in Rupees					
-Basic EPS (Before and after Extra ordinary items)	0.13*	0.12*	1.51*	2.29	1.95
-Diluted EPS (Before and after Extra ordinary items)	0.13*	0.12*	1.51*	2.29	1.95
(iv) NPA Ratios					
- Gross NPA	42121	49565	51114	42121	51114
- Net NPA	12647	12625	10920	12647	10920
- % of Gross NPA	4.05%	4.81%	5.19%	4.05%	5.19%
- % of Net NPA	1.25%	1.27%	1.16%	1.25%	1.16%
(v) Return on Assets (average) – (Annualized)	0.08%	0.08%	0.34%	0.38%	0.34%
(vi) Net Worth	81090	79881	72282	81090	72282
(vii) Debt Equity Ratio (in times) **	Nil	0.19	0.21	Nil	0.21
(viii) Total Debts to Total Assets***	1.87%	0.95%	3.25%	1.87%	3.25%
(ix) Operating Margin	(9.96%)	6.50%	12.38%	5.09%	10.75%
(x) Net Profit Margin	0.95%	0.89%	12.25%	4.25%	4.31%

**Not Annualized*

***Debt represents borrowings with residual maturity of more than one year.*

****Total debts represent total borrowings of the bank.*

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakh)

Particulars	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited	Unaudited	Audited	Audited	Audited
1. Segment Revenue					
(a) Treasury	6741	6365	5841	24824	19795
(b) Retail Banking	19979	18347	14854	72431	56186
(c) Corporate/ Wholesale Banking	7356	9330	9713	37322	36903
(d) Other Banking Operations	654	300	741	1378	1691
(e) Unallocated	-	-	-	-	-
Total Revenue	**34730**	**34342**	**31149**	**135955**	**114575**
Less: Inter-Segment Revenue	-	-	-	-	-

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

Income from Operations	**34730**	**34342**	**31149**	**135955**	**114575**
2. Segment Results (Net of Provisions)					
(a) Treasury	533	675	1831	3364	1880
(b) Retail Banking	(1301)	801	1382	3532	7361
(c) Corporate/ Wholesale Banking	(1630)	(660)	(98)	(1348)	1388
(d) Other Banking Operations	654	300	741	1378	1691
(e) Unallocated	-	-	-	-	-
Total	**(1744)**	**1116**	**3856**	**6926**	**12320**
Less :(i) Interest	-	-	-		-
(ii) Other Un-allocable Expenditure net-off	(2815)	811	1814	(122)	9159
(iii) Un-allocable income	-	-	-	-	-
Profit (+)/Loss (-) before tax	**1071**	**305**	**2042**	**7048**	**3161**
3. Segment Assets					
(a) Treasury	433181	450434	426144	433181	426144
(b) Retail Banking	737568	690895	622326	737568	622326
(c) Corporate/ Wholesale Banking	413983	430688	452689	413983	452689
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	11457	12180	12054	11457	12054
Total	**1596189**	**1584197**	**1513213**	**1596189**	**1513213**
4. Segment Liabilities					
(a) Treasury	412310	396112	402377	412310	402377
(b) Retail Banking	692317	668630	587422	692317	587422
(c) Corporate/ Wholesale Banking	388585	416809	427299	388585	427299
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total	**1493212**	**1481551**	**1417098**	**1493212**	**1417098**
5. Capital Employed (Segment Assets- Segment Liabilities)					
(a) Treasury	20871	54322	23767	20871	23767
(b) Retail Banking	45251	22265	34904	45251	34904
(c) Corporate/ Wholesale Banking	25398	13879	25390	25398	25390
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	11457	12180	12054	11457	12054
Total	**102977**	**102646**	**96115**	**102977**	**96115**

For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in Compliance with the revised RBI Guidelines.

For the purpose of the disclosure under Accounting Standard 17 - Segment Reporting, issued by the Institute of Chartered Accountants of India (ICAI), 'Digital Banking' has been identified as a sub segment under the existing 'Retail Banking' segment. Bank has not set up separate 'Digital Banking Unit' (DBU) as on 31st March 2024 as per RBI circular No. RBI/2022-23/19 DOR AUT.REC.12/22.01.001/2022-23 dated April 7 2022 and existing digital banking products are forming part of 'Retail Banking' segment only.

Part B: Geographical segments

The business operations of the Bank are substantially concentrated in India and for the purpose of segment Reporting as per Accounting Standard -17, the bank is considered to operate only in domestic segment.

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

Notes

1. Statement of Assets and Liabilities as on March 31, 2024 is given below; Rs. In lakh

Particulars	As on 31.03.2024 (Audited)	As on 31.03.2023 (Audited)
Capital and Liabilities		
Capital	25301	25301
Reserve and Surplus	77675	70814
Deposits	1429031	1335165
Borrowings	29904	49238
Other Liabilities and Provisions	34278	32695
Total	**1596189**	**1513213**
Assets		
Cash and Balances with Reserve Bank of India	76003	83634
Balances with Banks and Money at call and Short Notice	21459	1029
Investments	394240	388864
Advances	1010216	945152
Fixed Assets	27434	25757
Other Assets	66837	68777
Total	**1596189**	**1513213**

2. The above audited financial results for the quarter and year ended 31st March 2024 were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on May 22, 2024. These Results have been subjected to Audit by the Joint Statutory Central Auditors of the Bank, M/s Krishnamoorthy & Krishnamoorthy, Chartered Accountants and M/s Sagar & Associates, Chartered Accountants and an unmodified audit opinion has been issued.

3. The above financial results of the Bank have been prepared in accordance with the provisions of the Banking Regulation Act, 1949, Generally Accepted Accounting Principles in India, including Accounting Standards as specified under Section 133 of the Companies Act, 2013, Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (SEBI) Listing Obligations and Disclosure Requirements Regulations, 2015, as amended, in so far as they apply to banks, and the guidelines issued by the RBI.

4. The Bank has consistently applied its significant accounting policies in the preparation of its financial results for the quarter/year ended March 31, 2024, as compared to those followed for the year ended March 31, 2023.

5. The financial results for the quarter and year ended 31st March, 2024 have been arrived at after making provision for tax, and other usual and necessary provisions, provisions for Non-Performing Assets, Standard Assets, restructured advances, exposures to entities with un-hedged foreign currency exposure and Non-Performing Investments as per the guidelines and prudential norms issued by the Reserve Bank of India.

6. The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.

7. As per extant guidelines, the Banks are required to make Pillar 3 disclosures including Leverage ratio, Liquidity Coverage ratio and Net Stable Funding ratio under Basel III Framework. Accordingly, such disclosures have been placed on the website of the Bank. These disclosures have not been subjected to Audit/Review by the Joint Central Statutory Auditors of the Bank.

DHANLAXMI BANK LTD. ACCOUNTS

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

8. Deferred Tax Asset (DTA) has been determined at Rs. 5772 lakhs as on 31st March 2024 as against DTA of Rs. 6912 lakhs as on 31st March 2023.

9. Reserve Bank of India vide letter dated October 4, 2021 has permitted all member banks of Indian Banks' Association covered under the 11th Bipartite Settlement to amortize the additional liability on account of revision in family pension over a period not exceeding five years, beginning with the Financial Year ended March 31, 2022. The Bank had recognized the entire additional liability estimated at Rs. 1429 Lakhs and opted to amortize the same over a period of five years beginning with the financial year ended March 31, 2022. However, the Bank had amortized an amount of Rs.143 lakhs/ Rs.857 lakhs during the quarter/ financial year ended March 31, 2024 in respect of the said additional liability. With this, the entire amount of family pension stands amortized.

10. The 12th Bipartite Settlement for wage revision between staff unions and Banks represented by Indian Bank's Association (IBA) was due from November 01, 2022. The negotiation was concluded on March 08, 2024, and the joint note for wage revision detailing the salary components and other terms were signed between staff unions and IBA. The bank has created an incremental provision of Rs. 2870 lakhs/ Rs.4585 lakhs during the quarter/ financial year ended March 31, 2024 under the head 'Employees Cost', towards the final increase on pay slip components agreed as per the joint note.

11. Bank had been computing Net worth considering application Software as an intangible asset. However, bank has changed its approach with respect to the treatment of application software for the computation of net worth. Consequently, Bank has not deducted application Software from Net worth from the quarter ended Dec 31, 2023 onwards. Comparative figures are also restated accordingly. The consequential positive impact on Capital to Risk Weighted Assets Ratio for the quarter ended December 31, 2023 and quarter/ year ended March 31, 2024 is 41 basis points.

12. The loans transferred/ acquired during the financial year ended March 31, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 is Nil.

13. Details of resolution plan implemented under Resolution framework for Covid -19 related stress as per RBI Circular dated August 6, 2020 (Resolution framework 1.0) and as per RBI circular dated May 5, 2021 (Resolution Framework 2.0) "Covid-19 related Stress of Individuals and small business" are given below.

(Rs. In Lakhs)

Type of Borrower	(A)	(B)	(C)	(D)	(E)
	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half year ended September 30, 2023*	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half year	Of (A) amount paid by the borrowers during the half year (2)	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year ended March 31, 2024
Personal Loans	1858	74	-	277	1593
Corporate Persons	1116	-	-	303	778
Of which, MSMEs	1116	-	-	303	778
Others	2764	112	-	670	1962
Total under RFCS	5738	186	-	1250	4333

*Excludes other facilities to the borrowers which have not been restructured but considered as a part of residual debt.

DHANLAXMI BANK LTD.

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

14. 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), profit/loss on revaluation of investments and recoveries from written off accounts.

15. Provision coverage ratio (Including Technical Write off) as on 31st March 2024 is 88.32 %.

16. The figures of the quarter ended March 31, 2024 and March 31,2023 are the balancing figures between the audited figures in respect of full financial year and the unaudited published year to date figures up to the end of the third quarter of the respective financial year which was subjected to limited review.

17. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

By Order of the Board

(Shivan J K)
Managing Director & CEO
(DIN-09008166)

Place: Thrissur
Date: 22nd May 2024

DHANLAXMI BANK LTD. * ACCOUNTS DEPT *

SAGAR & ASSOCIATES * Hyderabad * Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY * CHARTERED ACCOUNTANTS COCHIN-16

Dhanlaxmi Bank Limited

Cash Flow Statement for the year ended March 31, 2024

(Rs. in lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Cash flow from operating activities		
Net profit before income tax	7,048	3,161
Adjustments for:		
Depreciation on fixed assets net of reversal of revaluation reserve	2,508	2,111
Depreciation on Investments	(2,131)	4,008
Amortization of premia on investments	2,073	2,036
Amortization of Deferred Employee Benefits	858	286
Loan Loss provisions including write off	(1,079)	9,457
Provision against standard assets	378	484
Provision for Deferred Tax Asset	1,140	-
Provision for NPA (Investments)	2,601	(350)
Provision for restructured assets	(1,993)	(617)
Provision for fraud	-	116
(Profit)/ Loss on sale of fixed assets	(25)	(77)
Provision for unhedged Forex Exposure	96	(4)
Adjustments for:		
(Increase)/ Decrease in Investments (excluding Held to Maturity Investments)	(23,148)	16,975
(Increase)/ Decrease in Advances	(60,912)	(1,40,872)
Increase / (Decrease) in Borrowings	(19,334)	34,238
Increase/ (Decrease) in Deposits	93,865	94,876
(Increase) / Decrease in Other assets	(619)	(2,013)
Increase/ (Decrease) in other liabilities and provisions	1,108	(2,188)
Direct taxes paid (net of refunds)	(705)	13
Net cash flow from/ (used in) operating activities	1,729	21,640

DHANLAXMI BANK LTD

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN-16

Purchase of fixed assets	(4,191)	(3,519)
Proceeds from sale of fixed assets	32	85
(Increase)/ Decrease in Held to Maturity Investments	15,229	(7,127)
Net cash flow from/ (used in) investing activities	**11,070**	**(10,561)**
Cash flows from financing activities	-	-
Net increase/ (decrease) in cash and cash equivalents	**12,799**	**11,079**
Cash and cash equivalents at the beginning of the period	84,663	73,584
Cash and cash equivalents as at the end of the period	97,462	84,663

Note:

Components of Cash and Cash Equivalents as at:	**31.03.2024**	**31.03.2023**
Cash and Balance with Reserve Bank of India (RBI)	76,003	83,634
Balances with Banks and Money at Call and Short Notice	21,459	1,029
Total	**97,462**	**84,663**

By Order of the Board

Place: Thrissur
Date: 22nd May 2024

(Shivan J K)
Managing Director & CEO
(DIN-09008166)

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

SAGAR & ASSOCIATES Hyderabad Chartered Accountants

KRISHNAMOORTHY & KRISHNAMOORTHY CHARTERED ACCOUNTANTS COCHIN