

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(Rs in Lakhs)

Particulars	Quarter ended			Year ended
	30-Jun-17	31-Mar-17	30-June-16	31-Mar-17
	Unaudited	#Audited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	25930	26785	28107	108905
(a) Interest/discount on advances/bills	18188	18602	20108	76949
(b) Income on investments	6969	6824	7163	27702
(c) Interest on balances with Reserve Bank of India and other interbank funds	322	907	381	2407
(d) Others	451	452	455	1847
2. Other income	2795	2849	1971	11102
3.Total Income (1 + 2)	28725	29634	30078	120007
4. Interest expended	17389	18332	19486	75745
5. Operating expenses (a) + (b)	8673	7456	9557	34855
(a) Employees cost	4970	3360	5539	19490
(b) Other operating expenses	3703	4096	4018	15365
6. Total Expenditure (4+5) (excluding provisions and contingencies)	26062	25788	29043	110600
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	2663	3846	1035	9407
8. Provisions (other than tax) and Contingencies	1866	2965	462	8169
9. Exceptional items	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	797	881	573	1238
11. Tax expense	-	-	-	-
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	797	881	573	1238
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	797	881	573	1238
15. Paid-up equity share capital (Face value Rs.10)	25301	20985	17744	20985
16. Reserves excluding Revaluation Reserves				30386
17. Analytical Ratios				
(i) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil



(ii) Capital Adequacy Ratio as per Basel III	12.01%	10.26%	7.44%	10.26%
(iii) Earnings Per Share(EPS) in Rupees				
-Basic EPS (Before and after Extra ordinary items)	0.38*	0.42*	0.32*	0.59
-Diluted EPS (Before and after Extra ordinary items)	0.38*	0.42*	0.32*	0.59
(iv) NPA Ratios				
- Gross NPA	35413	31560	47549	31560
- Net NPA	19312	16648	19766	16648
- % of Gross NPA	5.62%	4.78%	7.02%	4.78%
- % of Net NPA	3.15%	2.58%	3.04%	2.58%
(v) Return on Assets (average) – (Annualized)	0.26%	0.06%	0.19%	0.10%

*Not Annualized

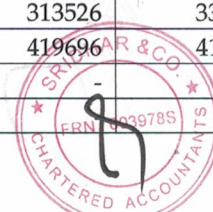
Refer Note No.2

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakhs)

Particulars	Quarter ended			Year ended
	30-June-17	31- Mar-17	30-June-16	31-Mar-17
	Unaudited	#Audited	Unaudited	Audited
1. Segment Revenue				
(a) Treasury	8248	8132	8260	34036
(b) Retail Banking	8860	8165	10357	39067
(c) Corporate/ Wholesale Banking	11618	13337	11461	46904
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total Revenue	28726	29634	30078	120007
Less: Inter-Segment Revenue	-	-	-	-
Income from Operations	28726	29634	30078	120007
2. Segment Results				
(a) Treasury	1408	2484	821	5930
(b) Retail Banking	1081	1338	770	3794
(c) Corporate/ Wholesale Banking	174	24	(556)	(316)
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	2663	3846	1035	9408
Less :(i) Interest	-	-	-	-
(ii) Other Unallocable Expenditure net-off	1866	2965	462	8169
(iii) Unallocable income	-	-	-	-
Profit (+)/Loss(-) before tax	797	881	573	1239
3. Segment Assets				
(a) Treasury	485743	465889	431005	465889
(b) Retail Banking	295528	325365	348380	325365
(c) Corporate/ Wholesale Banking	434712	435545	433268	435545
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	6515	6503	6711	6503
Total	1222498	1233312	1219364	1233312
4. Segment Liabilities				
(a) Treasury	453913	434642	421174	434642
(b) Retail Banking	279386	313526	334156	313526
(c) Corporate/ Wholesale Banking	410967	419696	412711	419696
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-



Total	1144266	1167864	1168041	1167864
5. Capital Employed (Segment Assets- Segment Liabilities)				
(a) Treasury	31830	31257	9831	31257
(b) Retail Banking	16142	11839	14224	11839
(c) Corporate/ Wholesale Banking	23745	15849	20557	15849
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	6515	6503	6711	6503
Total	78232	65448	51323	65448

Refer Note No.2

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

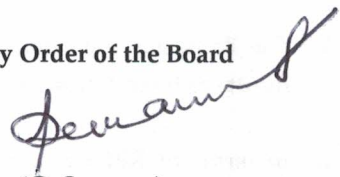
1. The above unaudited financial results for the quarter ended 30th June 2017, were reviewed by the Audit Committee and recommended for approval to, and approved by the Board of Directors at its meeting held on August 11, 2017. These Results have been subjected to "Limited Review" by the Statutory Auditors of the Bank and an unqualified report has been issued by them.
2. Figures for the quarter ended March 31, 2017 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 relevant financial year.
3. The Bank has followed the same significant accounting policies in the preparation of the quarterly financial results as those followed in the annual financial statements for the year ended March 31, 2017
4. 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.
5. 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.
6. The working results for the quarter ended 30 June, 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.
7. 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 crore for the quarter ended 30th June 2017. The unamortized balance of Rs. 3.13 Crore will be carried over and amortized over the next two quarters.

- 8. 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.
- 9. During the quarter ended June 30, 2017 the Bank has raised capital of Rs.119.99 Crore by issuing 4,31,65,465 equity shares at Rs. 27.80 per share (including premium of Rs.17.74 per share) on preferential allotment basis.
- 10. 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.
- 11. Provision Coverage Ratio as on 30-06-2017 is 77.71%.
- 12. The figures for the previous period have been regrouped/ rearranged wherever necessary to conform to the current period's classification.

Place: Kochi
Date: 11th August, 2017

By Order of the Board

(G. Sreeram)
Managing Director & CEO
(DIN: 05143385)



For **SRIDHAR & CO.**
Chartered Accountants

R. SRINIVASAN
PARTNER (Mem. No: 200969)

