

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/ NINE MONTHS ENDED DECEMBER 31, 2014

(₹ in Lakhs)

| Particulars | For the Quarter ended | | | For the Nine Months ended | | For the Year ended |
|--|-----------------------|--------------|---------------|---------------------------|---------------|--------------------|
| | 31-Dec-14 | 30-Sep-14 | 31-Dec-13 | 31-Dec-14 | 31-Dec-13 | 31-Mar-14 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| 1. Interest earned (a)+(b)+(c)+(d) | 32197 | 31933 | 31244 | 96841 | 96291 | 129195 |
| (a) Interest/discount on advances/bills | 22450 | 21930 | 22847 | 67765 | 70247 | 93685 |
| (b) Income on investments | 8655 | 8988 | 7522 | 25953 | 24181 | 32456 |
| (c) Interest on balances with Reserve Bank of India and other interbank funds | 1092 | 668 | 875 | 2716 | 1863 | 3054 |
| (d) Others | - | 347 | - | 407 | - | - |
| 2. Other income | 2270 | 2325 | 1508 | 6308 | 5444 | 7343 |
| 3.Total Income (1 + 2) | 34467 | 34258 | 32752 | 103149 | 101735 | 136538 |
| 4. Interest expended | 24804 | 24757 | 25591 | 74675 | 76048 | 101182 |
| 5. Operating expenses (a) + (b) | 9051 | 7920 | 7922 | 25244 | 23544 | 34749 |
| (a) Employees cost | 4801 | 4248 | 4224 | 13844 | 13077 | 18922 |
| (b) Other operating expenses | 4250 | 3672 | 3698 | 11400 | 10467 | 15827 |
| 6. Total Expenditure (4+5) (excluding provisions and contingencies) | 33855 | 32677 | 33513 | 99919 | 99592 | 135931 |
| 7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6) | 612 | 1581 | -761 | 3230 | 2143 | 607 |
| 8. Provisions (other than tax) and Contingencies | -1098 | 1981 | 11176 | 1617 | 13903 | 25789 |
| 9. Exceptional items | - | -901 | - | -901 | - | - |
| 10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9) | 1710 | 501 | -11937 | 2514 | -11760 | -25182 |
| 11. Tax expense | - | - | - | - | 4 | 9 |
| 12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11) | 1710 | 501 | -11937 | 2514 | -11764 | -25191 |
| 13. Extraordinary items | - | - | - | - | - | - |
| 14. Net Profit (+)/Loss (-) for the period (12-13) | 1710 | 501 | -11937 | 2514 | -11764 | -25191 |
| 15. Paid-up equity share capital (Face value Rs.10) | 17744 | 17744 | 10836 | 17744 | 10836 | 12593 |
| 16. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | - | - | 51075 |

| 17. Analytical Ratios | | | | | | |
|--|----------------|----------------|----------------|----------------|----------------|----------------|
| (a) Percentage of share holding of Government of India | Nil | Nil | Nil | Nil | Nil | Nil |
| (b) Capital Adequacy Ratio | | | | | | |
| Basel II | 12.75% | 12.74% | 11.21% | 12.75% | 11.21% | 10.00% |
| Basel III | 11.68% | 11.65% | 9.78% | 11.68% | 9.78% | 8.67% |
| (c) Earnings Per Share(EPS) in Rupees | | | | | | |
| EPS for the quarter/year (before and after extraordinary items) | | | | | | |
| -Basic | 0.96* | 0.28* | -11.28* | 1.42* | -11.11* | - |
| -Diluted | 0.96* | 0.28* | -11.28* | 1.42* | -11.11* | - |
| (d) NPA Ratios | | | | | | |
| - Gross NPA | 57538 | 55464 | 54632 | 57538 | 54632 | 48582 |
| - Net NPA | 34188 | 34016 | 35022 | 34188 | 35022 | 30188 |
| - % of Gross NPA | 7.37% | 7.27% | 7.05% | 7.37% | 7.05% | 5.98% |
| - % of Net NPA | 4.52% | 4.60% | 4.64% | 4.52% | 4.64% | 3.80% |
| (e) Return on Assets (average) – (Annualized) | 0.50% | 0.15% | -3.52% | 0.24% | -1.17% | -1.86% |
| 18. Public Shareholding | | | | | | |
| - Number of shares | 177441619 | 177441619 | 108359619 | 177441619 | 108359619 | 125934619 |
| - 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) | Not Applicable |
| - Percentage of shares (as a % of the total share capital) | | | | | | |

*Not annualized

Notes

- The above financial results for the quarter/ period ended 31st December 2014 reviewed by the Audit Committee of the Board have been approved by the Board of Directors at their meeting held on February 12, 2015 and subjected to limited review by the Statutory Central Auditors.
- The working results for the quarter/ period ended December 31, 2014 have been arrived at after making provision for income tax, if any, and other usual and necessary provisions. Provisions for Non-Performing Assets, Standard Assets, Non-Performing Investments and Depreciation on Investments are made as per the guidelines issued by the Reserve Bank of India. Further, the suggestions in Annual Financial Inspection (AFI) report 2014 regarding provision requirements amounting to ₹6616 lakhs has not been given effect to by the Bank for valid reasons, pending disposal of Bank's re-representation to Reserve Bank of India.

3. 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 ₹509.89 lakhs as on March 31, 2014. Out of the above, the amount charged to the Profit and Loss Account for the period ended 31st December 2014 is ₹383.10 lakhs and the balance amount of ₹126.79 lakhs, yet to be written off, is carried forwarded to be amortized in future as permitted by RBI.
4. Effective April 1, 2014 the Bank has changed the estimated useful life of certain fixed assets in line with the recommended useful life as per Part C of Schedule II to the Companies Act, 2013. On account of this change, the bank has reversed an amount of Rs.901 lakhs during the period ended December 31, 2014, representing the excess depreciation charge and disclosed the same as an exceptional item. Except for this, there has been no change in the accounting policies followed during the quarter/ period ended 31st December 2014 as compared to those followed in the preceding financial year ended 31st March 2014.
5. In accordance with RBI circular DBOD No BP.BC.6/21.06.201/2014-15 dated 1st July 2014, banks are required to make half yearly Pillar 3 disclosures under Basel III Capital Regulations. 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.
6. In computing the segment information, certain estimates and assumptions made by the management have been relied upon by the Statutory Central Auditor.
7. Details of investor complaints for the quarter ended December 31, 2014:
Beginning - Nil; Received - Nil; Disposed off - Nil; Closing - Nil
8. The figures for the previous periods/year have been regrouped wherever necessary.

UNAUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Part A: Business Segments

(₹ in Lakhs)

| Particulars | For the quarter ended | | | For the Nine months ended | | Year ended |
|---|-----------------------|--------------|--------------|---------------------------|---------------|---------------|
| | 31-Dec-14 | 30-Sep-14 | 31-Dec-13 | 31-Dec-14 | 31-Dec-13 | 31-Mar-14 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| 1. Segment Revenue | | | | | | |
| (a) Treasury | 10747 | 10495 | 8621 | 30688 | 27455 | 37035 |
| (b) Retail Banking | 15059 | 12118 | 3824 | 40371 | 31099 | 55459 |
| (c) Corporate/ Wholesale Banking | 8661 | 11298 | 20306 | 31684 | 43170 | 44032 |
| (d) Other Banking Operations | - | - | - | - | - | - |
| (e) Unallocated | - | 347 | 1 | 406 | 11 | 12 |
| Total | 34467 | 34258 | 32752 | 103149 | 101735 | 136538 |
| Less: Inter-Segment Revenue | - | - | - | - | - | - |
| Income from Operations | 34467 | 34258 | 32752 | 103149 | 101735 | 136538 |
| 2. Segment Results (Profit (+)/Loss (-) before tax and after interest from each segment) | | | | | | |
| (a) Treasury | 297 | 864 | -601 | 1609 | 36 | 490 |
| (b) Retail Banking | 201 | 204 | -343 | 737 | 911 | 89 |
| (c) Corporate/ Wholesale Banking | 97 | 178 | 190 | 478 | 1206 | 48 |
| (d) Other Banking Operations | - | - | - | - | - | - |
| (e) Unallocated | 17 | 335 | -7 | 406 | -10 | -20 |
| Total | 612 | 1581 | -761 | 3230 | 2143 | 607 |
| Less : (i) Interest | - | - | - | - | - | - |
| (ii) Other Unallocable Expenditure net-off | -1098 | 1080 | 11176 | 716 | 13903 | 25789 |

| | | | | | | |
|--------------------------------------|--------------|--------------|---------------|--------------|---------------|---------------|
| (iii) Unallocable income | - | - | - | - | - | - |
| Profit (+)/Loss(-) before tax | 1710 | 501 | -11937 | 2514 | -11760 | -25182 |
| 3. Capital Employed | | | | | | |
| (a) Treasury | 15291 | 15864 | 40154 | 15291 | 40154 | 10434 |
| (b) Retail Banking | 42690 | 38698 | 10458 | 42690 | 10458 | 29628 |
| (c) Corporate/ Wholesale Banking | 33319 | 35028 | 14537 | 33319 | 14537 | 23535 |
| (d) Other Banking Operations | - | - | - | - | - | - |
| (e) Unallocated | 7809 | 7810 | 10155 | 7809 | 10155 | 10035 |
| Total | 99109 | 97400 | 75304 | 99109 | 75304 | 73632 |

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

Place: Kochi

Date: 12th February 2015