

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

(Rs in Lakhs)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	26754	27259	29336	82120	91115	120427
(a) Interest/discount on advances/bills	19067	19172	19577	58347	63205	83428
(b) Income on investments	6507	7208	8656	20878	24571	32760
(c) Interest on balances with Reserve Bank of India and other interbank funds	697	422	174	1500	1795	2212
(d) Others	483	457	929	1395	1544	2027
2. Other income	2268	4014	1536	8253	4587	7673
3. Total Income (1 + 2)	29022	31273	30872	90373	95702	128100
4. Interest expended	19076	18851	22502	57413	68847	89960
5. Operating expenses (a) + (b)	8841	9001	9328	27399	26017	37812
(a) Employees cost	5035	5556	5505	16130	14965	21315
(b) Other operating expenses	3806	3445	3823	11269	11052	16497
6. Total Expenditure (4+5) (excluding provisions and contingencies)	27917	27852	31830	84812	94864	127772
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	1105	3421	(958)	5561	838	328
8. Provisions (other than tax) and Contingencies	1923	2819	4601	5204	8623	10710
9. Exceptional items	-	-	-	-	-	9234
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	(818)	602	(5559)	357	(7785)	(19616)
11. Tax expense	-	-	-	-	-	1329
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	(818)	602	(5559)	357	(7785)	(20945)
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	(818)	602	(5559)	357	(7785)	(20945)
15. Paid-up equity share capital (Face value Rs.10)	20985	20985	17744	20985	17744	17744



16. Reserves excluding Revaluation Reserves(as per balance sheet of previous accounting year)			-	-	-	23797
17. Analytical Ratios						
(i) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	9.24%	9.03%	9.06%	9.24%	9.06%	7.51%
(iii) Earnings Per Share(EPS) in Rupees						
-Basic EPS (Before and after Extra ordinary items)	(0.39)*	0.29*	(3.13)*	0.17*	(4.39)*	(11.80)
-Diluted EPS (Before and after Extra ordinary items)	(0.39)*	0.29*	(3.13)*	0.17*	(4.39)*	(11.80)
(iv) NPA Ratios						
- Gross NPA	50383	48055	68851	50383	68851	45892
- Net NPA	18339	16852	30811	18339	30811	19319
- % of Gross NPA	7.59%	6.86%	9.69%	7.59%	9.69%	6.36%
- % of Net NPA	2.90%	2.52%	4.58%	2.90%	4.58%	2.78%
(v) Return on Assets (average) – (Annualized)	(0.27)%	0.19%	(1.68)%	0.04%	(0.79)%	(1.61)%

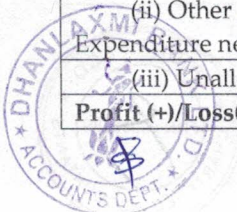
*Not Annualized

SEGMENTWISE RESULTS

Part A: Business Segments

(RS in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
(a) Treasury	7782	9862	985	25904	19656	33583
(b) Retail Banking	9652	10893	12438	30902	36819	45394
(c) Corporate/ Wholesale Banking	11588	10518	17456	33567	39227	49123
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-7	-	-	-
Total Revenue	29022	31273	30872	90373	95702	128100
Less: Inter-Segment Revenue	-	-	-	-	-	-
Income from Operations	29022	31273	30872	90373	95702	128100
2. Segment Results(Net of Provisions)						
(a) Treasury	(417)	3042	(1699)	3446	(302)	(789)
(b) Retail Banking	1338	347	2067	2455	2403	3322
(c) Corporate/ Wholesale Banking	184	32	(1319)	(340)	(1263)	(2483)
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-7	-	-	-
Total	1105	3421	(958)	5561	838	50
Less : (i) Interest	-	-	-	-	-	-
(ii) Other Unallocable Expenditure net-off	1923	2819	4601	5204	8623	19666
(iii) Unallocable income	-	-	-	-	-	-
Profit (+)/Loss(-) before tax	(818)	602	-5559	357	(7785)	(19616)



3.Segment Assets						
(a) Treasury	514424	414435	487777	514424	487777	416462
(b) Retail Banking	347188	377617	395475	347188	395475	368516
(c) Corporate/ Wholesale Banking	413856	422080	421447	413856	421447	454609
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6724	6724	8078	6724	8078	6711
Total	1282192	1220856	1312777	1282192	1312777	1246298
4. Segment Liabilities						
(a) Treasury	481108	402378	448795	481108	448795	412959
(b) Retail Banking	338339	358103	390050	338339	390050	357408
(c) Corporate/ Wholesale Banking	403307	400074	409377	403307	409377	425136
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total	1222754	1160555	1248222	1222754	1248222	1195503
5. Capital Employed (Segment Assets- Segment Liabilities)						
(a) Treasury	33316	12058	38983	33316	38983	3503
(b) Retail Banking	8849	19514	5425	8849	5425	11108
(c) Corporate/ Wholesale Banking	10549	22005	12069	10549	12069	29473
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6724	6724	8078	6724	8078	6711
Total	59438	60301	64555	59438	64555	50795

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

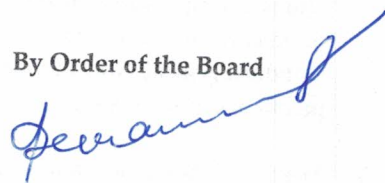
1. The above unaudited financial results for the quarter and nine months ended 31st December 2016, were reviewed by the Audit Committee and recommended for approval to, and approved by the Board of Directors at its meeting held on February 14, 2017. These Results have been subjected to "Limited Review" by the Statutory Auditors of the Bank.
2. The working results for the quarter and nine months ended 31 December, 2016 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 and prudential norms issued by the Reserve Bank of India.
3. There has been no change in the accounting policies followed during the quarter and nine months ended 31 December 2016, as compared to those followed in the preceding financial year ended 31st March, 2016.
4. 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 Review by the Statutory Auditors.
5. 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 crores for the quarter ended 31st December 2016 and Rs.4.71 for the nine months ended December 31, 2016. The unamortized balance of Rs. 6.27 Crores will be carried over and amortized over the next four quarters.

6. 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.
7. During the nine months ended 31st December 2016 (in quarter ended 30th September 2016) the Bank has raised 3,24,05,000 equity shares at Rs. 25.98 per share (including premium of Rs.15.98 per share) on preferential allotment basis.
8. 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.
9. Pursuant to RBI Circular FMRD.DIRD.10/14.03.002/2015-16 dated May 19,2016, as amended the Bank has with effect from October 3, 2016 considered its repo/reverse repo transactions under Liquidity Adjustment Facility (LAF) and Marginal Standing Facility (MSF) of RBI as borrowing/lending as the case may be. Hitherto, the Repo/Reverse Repo transactions were included under investments.
10. Provision Coverage Ratio as on 31-12-2016 is 78.02%.
11. Details of investor complaints for the quarter ended 31 December, 2016:
 - i. Complaints pending at the beginning of the quarter - Nil
 - ii. Complaints received during the quarter - 1
 - iii. Complaints disposed during the quarter - 1
 - iv. Complaints lying unresolved at the end of the Quarter - Nil
12. The figures for the previous period have been regrouped/ rearranged wherever necessary to conform to the current period's classification.

By Order of the Board



(G. Sreeram)

Managing Director & CEO

(DIN: 05143385)

Place: Kochi

Date: 14th February, 2017

