

DhanlaxmiBank 
established 1927

Financial Results for quarter ended December 31, 2009

January 2010

Quantitative Performance Q3 FY2010

Balance Sheet

Rs. in crores

Particulars	Dec 31, 2009	Sept 30, 2009	June 30, 2009	Mar 31, 2009	Dec 31, 2008	Y-O-Y growth
Capital	64	64	64	64	64	-
Reserves	378	377	371	360	346	9.3%
Deposits	6,002	5,629	5,070	4,969	4,615	30.1%
Borrowings	299	140	38	-	-	-
Other Liabilities	406	407	249	250	232	75.1%
Total	7,149	6,618	5,792	5,643	5,256	36.0%
Cash and bank balance	546	678	589	686	965	(43.4)%
Investments	1,940	1,698	1,523	1,567	1,170	65.8%
Advances	4,391	4,002	3,489	3,196	2,939	49.4%
Fixed assets	55	48	46	46	44	24.9%
Other Assets	217	192	145	147	138	57.8%
Total	7,149	6,618	5,792	5,643	5,256	36.0%

Profit and loss statement

Rs. in crores

Particulars	Q3 - FY2010	Q3 - FY2009	Y-O-Y growth	9m - FY2010	9m - FY2009	Y-O-Y growth
Interest income	139.8	111.8	25.0%	384.1	293.5	30.9%
Interest expenses	100.6	74.4	35.2%	287.4	200.1	43.6%
Net interest income	39.2	37.4	4.8%	96.7	93.4	3.5%
Non Interest income	16.6	12.1	37.2%	59.1	38.4	53.9%
Operating expenses	53.0	29.2	81.5%	128.8	81.9	57.3%
- Staff cost	30.2	16.6	81.9%	74.4	45.8	62.4%
Provisions	2.7	(4.0)	-	7.0	(1.3)	-
Profit before tax	0.1	24.3	(99.6)%	20.0	51.2	(60.9)%
Provision for tax	(1.2)	7.4	-	2.3	16.0	(85.6)%
Profit after tax	1.3	16.9	(92.3)%	17.7	35.2	(49.7)%

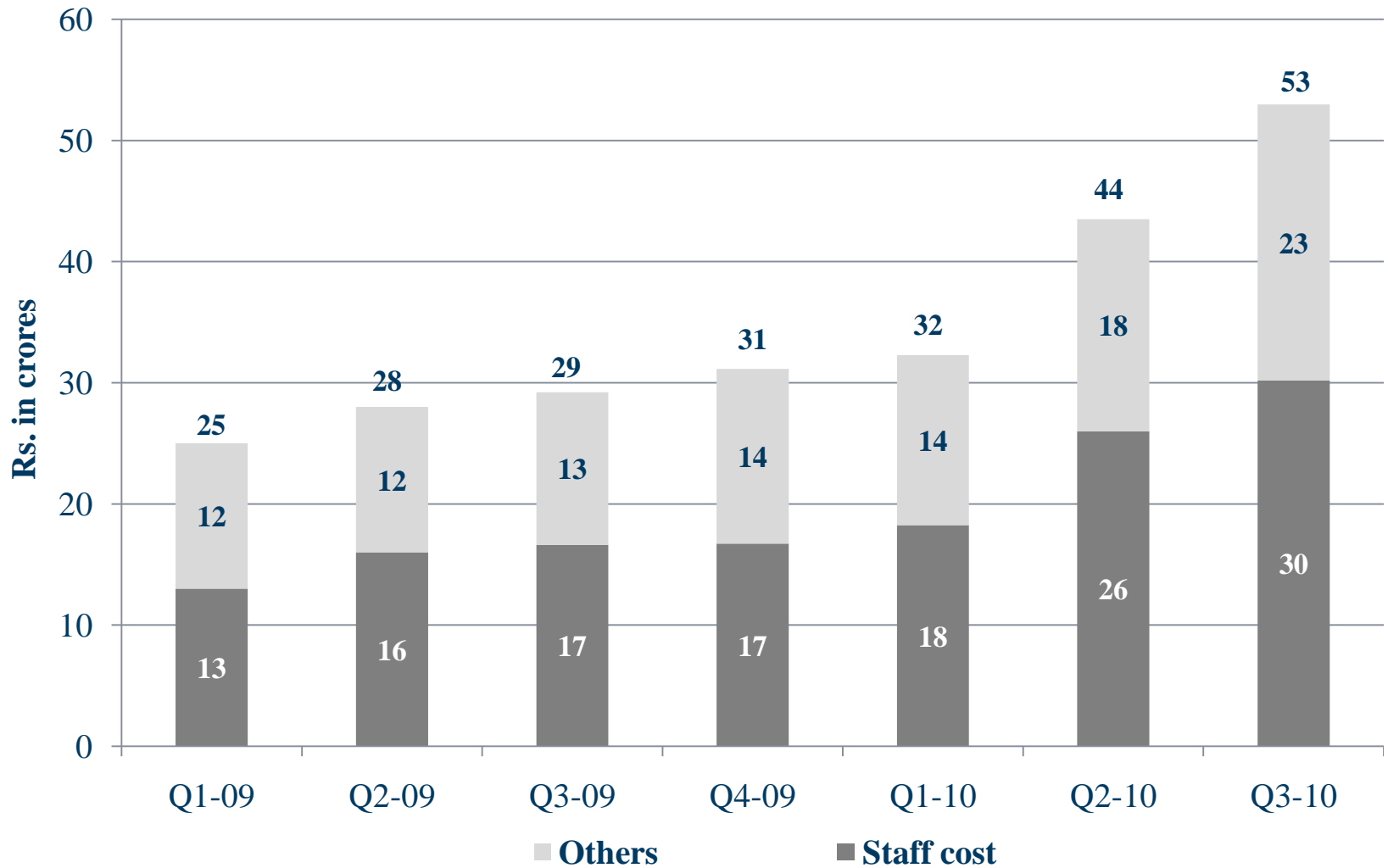
- Non interest income driven by an increased focus on fee based business
- Margins improved on a sequential basis due to higher growth in low cost deposits from the new branches and renewed thrust on the SME segment

Net Interest Income

Rs. in crores

Particulars	Q3 - FY2010	Q3 - FY2009	Y-O-Y growth	9m - FY2010	9m - FY2009	Y-O-Y growth
Interest Income	139.8	111.8	25%	384.1	293.5	31%
- <i>from Advances</i>	108.0	78.8	37%	304.0	204.0	49%
- <i>from Investments</i>	30.8	21.4	44%	73.6	60.3	22%
- <i>from balances with RBI / other banks</i>	0.6	11.6	(95)%	4.5	29.2	(85)%
- <i>Others</i>	0.4	-	-	2.0	-	-
Interest Expenses	100.7	74.4	35%	287.4	200.1	44%
Net Interest Income	39.2	37.4	5%	96.7	93.4	4%

Trend in Operating expenses



Key Ratios (%)

Particulars	Q3 - FY2010	Q2 - FY2010	Q1 - FY2010	9m - FY2010	9m - FY2009
Yield on Advances	10.41	10.55	11.46	10.81	12.04
Cost of Funds	6.36	6.86	7.22	6.78	7.06
Net Interest Margin	2.52	1.91	2.38	2.35	3.29
Cost / Income ratio	94.94	79.71	71.15	82.67	62.14
Credit - Deposit ratio	75.31	74.17	71.04	75.31	69.52
Return on Equity	1.19	5.70	9.31	5.32	11.45
Return on Assets	0.07	0.50	0.71	0.37	1.07

Key Ratios (contd.)...

Particulars	Dec 31, 2009	Sept 30, 2009	June 30, 2009	Mar 31, 2009	Dec 31, 2008
Capital Adequacy Ratio					
Basel I (%)	13.36	14.93	13.38	14.44	14.33
<i>- Tier I</i>	<i>9.14</i>	<i>10.16</i>	<i>11.97</i>	<i>12.90</i>	<i>12.82</i>
Basel II (%)	14.29	15.90	14.14	15.38	-
<i>- Tier I</i>	<i>9.78</i>	<i>10.81</i>	<i>12.65</i>	<i>13.75</i>	-
Gross NPA ratio (%)	1.76	1.73	1.92	1.99	2.27
Net NPA ratio (%)	0.89	0.86	0.96	0.88	0.89
Gross NPAs (Rs. in crores)	77.88	70.26	67.96	64.43	67.76
Net NPAs (Rs. in crores)	39.14	34.43	33.70	28.24	26.12


Credit - Deposit Growth

Rs. in crores

Particulars	Dec 31, 2009	Sept 30, 2009	June 30, 2009	Mar 31, 2009	Dec 31, 2008	Y-O-Y growth
CASA	1,323.6	1,244.9	1,126.0	1,207.6	1,166.3	13.5%
CASA (%)	22%	22%	22%	24%	25%	-
Term Deposits	4,678.5	4,384.6	3,944.6	3,761.1	3,448.4	35.7%
Total Deposits	6,002.1	5,629.4	5,070.6	4,968.8	4,614.7	30.1%
Net Advances	4,390.6	4,001.8	3,488.6	3,196.1	2,938.8	49.4%

- Growth in deposits and advances continue to be higher than the industry average
 - Deposits grew by 30% as compared to industry growth of 18%
 - Advances rose by 49% vis-à-vis 14% increase in the industry

Qualitative Performance - Q3 FY2010

- Commissioned 45 new branches and 101 ATMs in Q3, taking the total branches and ATMs to 252 and 174 respectively
- Employee strength increased to 2,795 as on Dec 2009 from 2,162 as on Sept 2009
- Certificate of deposit Rs. 225 crores placed during the quarter
- Higher Investment limits for FIIs/NRIs
 - from 24% to 49% for FIIs and 10% to 24% for NRIs
- “India’s Fastest Growing Mid-size Bank” by  on the basis of a KPMG survey
- Awarded “Best Employer Brand” among private sector banks by the Employer Branding Institute in Southern Region

Shareholding Pattern as on December 31, 2009

Stakeholders	December 31, 2009		September 30, 2009	
	Shares in million	%	Shares in million	%
Resident Individuals	30.0	46.86	27.9	43.55
Foreign Institutional Investors	14.8	23.15	14.9	23.30
Corporate Bodies	14.3	22.24	15.0	23.34
Non Resident Indians	3.6	5.63	3.5	5.46
Banks / Financial Institutions	0.2	0.39	0.7	1.06
Others *	1.1	1.74	2.1	3.29
Total	64.1	100.00	64.1	100.00

* Includes insurance companies, Mutual funds, Trusts and Clearing members

Thank You