

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017**

(Rs in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16	31-Mar-17
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	25916	25930	27259	51846	55366	108905
(a) Interest/discount on advances/bills	17829	18188	19172	36017	39280	76949
(b) Income on investments	7368	6969	7208	14337	14371	27702
(c) Interest on balances with Reserve Bank of India and other interbank funds	259	322	422	581	803	2407
(d) Others	460	451	457	911	912	1847
2. Other income	2314	2795	4014	5109	5985	11102
<b>3.Total Income ( 1 + 2)</b>	<b>28230</b>	<b>28725</b>	<b>31273</b>	<b>56955</b>	<b>61351</b>	<b>120007</b>
4. Interest expended	16823	17389	18851	34212	38337	75745
5. Operating expenses (a) + (b)	8415	8673	9001	17087	18558	34855
(a) Employees cost	4629	4970	5556	9599	11095	19490
(b) Other operating expenses	3785	3703	3445	7488	7463	15365
<b>6. Total Expenditure (4+5)</b> (excluding provisions and contingencies)	<b>25238</b>	<b>26062</b>	<b>27852</b>	<b>51299</b>	<b>56895</b>	<b>110600</b>
<b>7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)</b>	<b>2992</b>	<b>2663</b>	<b>3421</b>	<b>5656</b>	<b>4456</b>	<b>9407</b>
8. Provisions (other than tax) and Contingencies	2387	1866	2819	4253	3281	8169
9. Exceptional items	-	-	-	-	-	-
<b>10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)</b>	<b>606</b>	<b>797</b>	<b>602</b>	<b>1403</b>	<b>1175</b>	<b>1238</b>
11. Tax expense	-	-	-	-	-	-
<b>12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)</b>	<b>606</b>	<b>797</b>	<b>602</b>	<b>1403</b>	<b>1175</b>	<b>1238</b>
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
<b>14. Net Profit (+)/Loss (-) for the period (12-13)</b>	<b>606</b>	<b>797</b>	<b>602</b>	<b>1403</b>	<b>1175</b>	<b>1238</b>
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	20985	25301	20985	20985



16. Reserves excluding Revaluation Reserves( as per balance sheet of previous accounting year)						30386
<b>17. Analytical Ratios</b>						
(i) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	11.62%	12.01%	9.03%	11.62%	9.03%	10.26%
(iii) Earnings Per Share(EPS) in Rupees						
-Basic EPS (Before and after Extra ordinary items)	0.24*	0.32*	0.29*	0.55*	0.56*	0.59
-Diluted EPS (Before and after Extra ordinary items)	0.24*	0.32*	0.29*	0.55*	0.56*	0.59
(iv) NPA Ratios						
- Gross NPA	38916	35413	48055	38916	48055	31560
- Net NPA	22805	19312	16852	22805	16852	16648
- % of Gross NPA	6.11%	5.62%	6.86%	6.11%	6.86%	4.78%
- % of Net NPA	3.67%	3.15%	2.52%	3.67%	2.52%	2.58%
(v) Return on Assets (average) – (Annualized)	0.23%	0.26%	0.19%	0.23%	0.19%	0.10%

\*Not Annualized

## SEGMENTWISE RESULTS

### Part A: Business Segments

(Rs in Lakhs)

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16	31-Mar-17
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1. Segment Revenue</b>						
(a) Treasury	8043	8248	9862	16291	18122	34036
(b) Retail Banking	9971	8860	10893	18831	21250	39067
(c) Corporate/ Wholesale Banking	10215	11618	10518	21833	21979	46904
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
<b>Total Revenue</b>	<b>28229</b>	<b>28726</b>	<b>31273</b>	<b>56955</b>	<b>61351</b>	<b>120007</b>
Less: Inter-Segment Revenue	-	-	-	-	-	-
<b>Income from Operations</b>	<b>28229</b>	<b>28726</b>	<b>31273</b>	<b>56955</b>	<b>61351</b>	<b>120007</b>
<b>2. Segment Results(Net of Provisions)</b>						
(a) Treasury	1465	1408	3042	2873	3863	5930
(b) Retail Banking	1238	1081	347	2319	1117	3794
(c) Corporate/ Wholesale Banking	290	174	32	464	-524	(316)
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
<b>Total</b>	<b>2993</b>	<b>2663</b>	<b>3421</b>	<b>5656</b>	<b>4456</b>	<b>9408</b>
Less: (a) Interest	-	-	-	-	-	-



(ii) Other Unallocable Expenditure net-off	2387	1866	2819	4253	3281	8169
(iii) Unallocable income	-	-	-	-	-	-
<b>Profit (+)/Loss(-) before tax</b>	<b>606</b>	<b>797</b>	<b>602</b>	<b>1403</b>	<b>1175</b>	<b>1239</b>
<b>3. Segment Assets</b>						
(a) Treasury	477586	485743	414435	477586	414435	465899
(b) Retail Banking	320145	295528	377617	320145	377617	325365
(c) Corporate/ Wholesale Banking	414300	434712	422080	414300	422080	435545
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6547	6515	6724	6547	6724	6503
<b>Total</b>	<b>1218578</b>	<b>1222498</b>	<b>1220856</b>	<b>1218578</b>	<b>1220856</b>	<b>1233312</b>
<b>4. Segment Liabilities</b>						
(a) Treasury	448650	453913	402378	448650	402378	434642
(b) Retail Banking	301247	279386	358103	301247	358103	313526
(c) Corporate/ Wholesale Banking	389845	410967	400074	389845	400074	419696
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
<b>Total</b>	<b>1139742</b>	<b>1144266</b>	<b>1160555</b>	<b>1139742</b>	<b>1160555</b>	<b>1167864</b>
<b>5. Capital Employed (Segment Assets- Segment Liabilities)</b>						
(a) Treasury	28936	31830	12058	28936	12058	31257
(b) Retail Banking	18898	16142	19514	18898	19514	11839
(c) Corporate/ Wholesale Banking	24455	23745	22005	24455	22005	15849
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6547	6515	6724	6547	6724	6503
<b>Total</b>	<b>78836</b>	<b>78232</b>	<b>60301</b>	<b>78836</b>	<b>60301</b>	<b>65448</b>

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

- Statement of Assets and Liabilities as on 30<sup>th</sup> September 2017 ;

(Rs. in Lakhs)

Particulars	30.09.2017	30.09.2016	31.03.2017
	Unaudited	Unaudited	Audited
<b>Capital and Liabilities</b>			
Capital	25301	20985	20985
Reserves and Surplus	53535	39316	44463
Deposits	1099847	1120769	1129368
Borrowings	14520	16359	14520
Other Liabilities and Provisions	25374	23427	23976
<b>Total</b>	<b>1218578</b>	<b>1220856</b>	<b>1233312</b>



<i>Assets</i>			
Cash and Balances with Reserve Bank of India	56025	58756	57497
Balances with Bank and Money at Call and Short Notice	17401	36489	23260
Investments	435449	373837	419415
Advances	620724	669033	644635
Fixed Assets	20593	17362	21427
Other Assets	68386	65379	67078
<b>Total</b>	<b>1218578</b>	<b>1220856</b>	<b>1233312</b>

2. The above unaudited financial results for the quarter and half ended 30<sup>th</sup> September 2017 were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on November 13 2017. These Results have been subjected to "Limited Review" by the Statutory Central Auditors of the Bank.
3. The working results for the quarter and half year ended 30 September, 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.
4. There has been no change in the accounting policies followed during the quarter and half year ended 30 September 2017 as compared to those followed in the preceding financial year ended 31<sup>st</sup> March 2017.
5. In terms of RBI circular no. FMRD.DIRD.10/14.03.002/2015-16 dated 19<sup>th</sup> 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.
6. In accordance with RBI circular DBR No BP.BC.1/21.06.201/2015-16 dated 1<sup>st</sup> July 2015 banks are required to make quarterly 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](http://www.dhanbank.com/investor_relations/inv_basel.aspx). These disclosures have not been subjected to Review by the Statutory Auditors..
7. During the year ended 31<sup>st</sup> 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 30<sup>th</sup> Sep 2017 and Rs.3.14 crore for the half year ended. The unamortized balance of Rs. 1.56 Crore will be carried over and amortized over the next quarter.
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. 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.

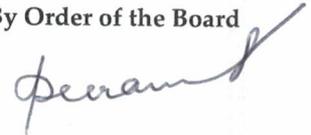


10. During the half year ended September 30, 2017 (in the quarter ended June 30, 2017) the Bank has raised capital of Rs.119.99 Crore by issuing 4,31,65,465 equity shares at Rs. 27.80 per share (including premium of Rs.17.74 per share) on preferential allotment basis.
11. Investor complaints – Pending at the beginning of the quarter – 0  
Received during the quarter – 1  
Disposed during the quarter – 1  
Unresolved at the end of quarter – 0
12. Provision coverage ratio as on 30-09-2017 is 74.69 %.
13. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

Place: Kochi

Date: 13<sup>th</sup> November 2017

By Order of the Board



(G. Sreeram)

Managing Director & CEO

(DIN: 05143385)

For SRIDHAR & Co.  
(FRN 003978S)  
Chartered Accountants



CA. R. SRINIVASAN  
Partner (M. No. 200969)

