

DHANLAXMI BANK LIMITED.

Registered Office: P. B No.9, Dhanalakshmi Buildings,

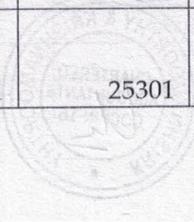
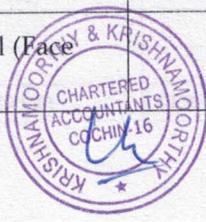
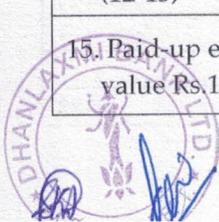
Naickanal, Thrissur – 680 001

CIN: L65191KL1927PLC000307

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022

(Rs in Lakh)

Particulars	Quarter ended			Year ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	Audited	Unaudited	Audited	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	23491	23463	21277	91664	93075
(a) Interest/discount on advances/bills	16977	16346	14628	65012	65852
(b) Income on investments	6177	6676	6122	24563	24123
(c) Interest on balances with Reserve Bank of India and other interbank funds	111	219	244	1143	1757
(d) Others	226	222	283	946	1343
2. Other income	6867	3453	2066	16912	12222
3.Total Income (1 + 2)	30358	26916	23343	108576	105297
4. Interest expended	13849	13889	14149	55432	60110
5. Operating expenses (a) + (b)	10147	10195	10479	39714	36604
(a) Employees cost	5714	6006	6556	23461	22537
(b) Other operating expenses	4433	4189	3923	16253	14067
6. Total Expenditure (4+5) (excluding provisions and contingencies)	23996	24084	24628	95146	96714
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	6362	2832	(1285)	13430	8583
8. Provisions (other than tax) and Contingencies	3901	2629	(2357)	9721	4320
9. Exceptional items	-	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	2461	203	1072	3709	4263
11. Tax expense	119	-	544	119	544
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	2342	203	528	3590	3719
13. Extraordinary items (net of tax expense)	-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	2342	203	528	3590	3719
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	25301	25301	25301



16. Reserves excluding Revaluation Reserves(as per balance sheet of previous accounting year)				50892	47243
17. Analytical Ratios					
(i) Percentage of shareholding of Government of India	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	12.98%	13.13%	14.47%	12.98%	14.47%
(iii) Earnings Per Share(EPS) in Rupees					
-Basic EPS (Before and after Extra ordinary items)	0.93*	0.08*	0.21*	1.42	1.47
-Diluted EPS (Before and after Extra ordinary items)	0.93*	0.08*	0.21*	1.42	1.47
(iv) NPA Ratios					
- Gross NPA	53354	56987	65721	53354	65721
- Net NPA	23216	27772	32292	23216	32292
- % of Gross NPA	6.32%	7.55%	9.23%	6.32%	9.23%
- % of Net NPA	2.85%	3.83%	4.76%	2.85%	4.76%
(v) Return on Assets (average) – (Annualized)	0.27%	0.13%	0.29%	0.27%	0.29%
(vi) Net Worth	67663	65003	65014	67663	65014
(vii) Debt Equity Ratio (in times)**	0.22	0.23	0.23	0.22	0.23
(viii) Total Debts to Total Assets***	1.09%	1.85%	1.15%	1.09%	1.15%

*Not Annualized

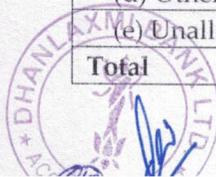
**Debt represents borrowings with residual maturity of more than one year.

***Total debts represent total borrowings of the bank.

SEGMENTWISE RESULTS

Part A: Business Segments

Particulars	Quarter ended			Year ended	
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
	Audited	Unaudited	Audited	Audited	Audited
1. Segment Revenue					
(a) Treasury	10219	7667	6321	33892	31591
(b) Retail Banking	10387	9779	16907	41768	47325
(c) Corporate/ Wholesale Banking	9752	9470	115	32916	26381
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total Revenue	30358	26916	23343	108576	105297
Less: Inter-Segment Revenue	-	-	-	-	-
Income from Operations	30358	26916	23343	108576	105297
2. Segment Results (Net of Provisions)					
(a) Treasury	8270	2869	726	16393	9119
(b) Retail Banking	(377)	837	(1426)	568	1101
(c) Corporate/ Wholesale Banking	(1531)	(874)	(585)	(3531)	(1637)
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total	6362	2832	(1285)	13430	8583



Less : (i) Interest	-	-	-	-	-
(ii) Other Un-allocable Expenditure net-off	3901	2629	(2357)	9721	4320
(iii) Un-allocable income	-	-	-	-	-
Profit (+)/Loss(-) before tax	2461	203	1072	3709	4263
3. Segment Assets					
(a) Treasury	429136	497260	503054	429136	503054
(b) Retail Banking	498973	464436	495925	498973	495925
(c) Corporate/ Wholesale Banking	441423	384005	300606	441423	300606
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	10044	5057	10066	10044	10066
Total	1379576	1350758	1309651	1379576	1309651
4. Segment Liabilities					
(a) Treasury	393058	466795	445560	393058	445560
(b) Retail Banking	475691	435896	484189	475691	484189
(c) Corporate/ Wholesale Banking	420826	360408	293492	420826	293492
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	-	-	-	-	-
Total	1289575	1263099	1223241	1289575	1223241
5. Capital Employed (Segment Assets- Segment Liabilities)					
(a) Treasury	36078	30465	57494	36078	57494
(b) Retail Banking	23282	28540	11736	23282	11736
(c) Corporate/ Wholesale Banking	20597	23597	7114	20597	7114
(d) Other Banking Operations	-	-	-	-	-
(e) Unallocated	10044	5057	10066	10044	10066
Total	90001	87659	86410	90001	86410

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. Statement of Assets and Liabilities as on March 31, 2022 is given below;

Rs. In lakh

Particulars	As on 31.03.2022 (Audited)	As on 31.03.2021 (Audited)
Capital and Liabilities		
Capital	25301	25301
Reserve and Surplus	64699	61109
Deposits	1240289	1171190
Borrowings	15000	15000
Other Liabilities and Provisions	34287	37051
Total	1379576	1309651
Assets		
Cash and Balances with Reserve Bank of India	67840	60212
Balances with Banks and Money at call and Short Notice	5744	38285
Investments	404406	443897
Advances	814198	678740
Fixed Assets	22100	22493
Other Assets	65288	66024
Total	1379576	1309651



2. The above audited financial results for the quarter and year ended 31st March 2022 were reviewed by the Audit Committee of the Board and recommended for approval to the Board of Directors and the Board of Directors approved the same at its meeting held on May 19, 2022. These Results have been subjected to Audit by the Statutory Central Auditors of the Bank.
3. The working results for the quarter and year ended 31st March, 2022 have been arrived at after making provision for tax, 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 year ended 31st March 2022 as compared to those followed in the preceding financial year ended 31st March 2021 except policy related to accounting of Family Pension and compensation to Chief Executive Officer.
5. On August 30, 2021, RBI issued a clarification on Guidelines on Compensation of Whole Time Directors/Chief Executive Officers / Material Risk Takers and Control Function Staff advising banks that the share-linked instruments are required to be fair valued on the date of grant using the Black-Scholes model. The fair value thus arrived should be recognised as an expense for all options granted after the accounting period ending March 31, 2021, over the vesting period. Accordingly, Bank has estimated the fair value of such stock-based compensations on the date of grant using Black- Scholes model (as against intrinsic value method adopted earlier) and recognised the same as an expense over the vesting period, which does not have a material impact on the results for the quarter/ year ended March 31, 2022.
6. In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015, RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 - 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments' and RBI Circular DBR.BP.BC.No.106/21.04.098/2017-18 dated May 17, 2018 - 'Basel III Framework on Liquidity Standards – Net Stable Funding Ratio (NSFR) – Final Guidelines', Banks are required to make Pillar 3 disclosure requirements including Leverage Ratio disclosure requirements that are to be made along with the publication of Financial Results. 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.
7. No Divergence was observed by the RBI for Financial year 2020-21 in respect of bank's asset classification and provisioning under the Extant Prudential Norms on Income Recognition, Asset Classification and Provisioning. Hence the bank has not exceeded the limit specified under RBI Circular DBR.BP.BC.No.63/21.04.018/2016-17 dated April 18, 2017 and DBR.BP.BC.No.32/21.04.018/2018-19 dated April 1, 2019 on 'Divergence in the Asset Classification and Provisioning.'
8. Deferred Tax Asset (DTA) has been determined at Rs. 5013 lakhs as on 31st March 2022 as against DTA of Rs. 5132 lakhs as on 31st March 2021.
9. On account of uncertainties arising from the COVID-19 pandemic across the world and in India, the extent to which the same will impact the Bank's operations and financial position will depend on various aspects including actions taken to mitigate its impact and other regulatory measures. Despite these conditions, there is not likely to be any significant impact in the liquidity position of the Bank.



10. Reserve Bank of India vide letter dated October 4, 2021 has permitted all member banks of Indian Banks' Association covered under the 11th Bipartite Settlement to amortize the additional liability on account of revision in family pension over a period not exceeding five years, beginning with the Financial Year ended March 31, 2022. The bank has recognized the entire additional liability estimated at Rs. 1429 Lakhs and opted to amortize the same over a period of five years beginning with the financial year ended March 31, 2022. Accordingly, an amount of Rs. 71 Lakhs/ Rs. 286 Lakhs has been written off during the quarter/financial year ended March 31, 2022 in respect of the said estimated additional liability and the balance amounting to Rs.1143 Lakhs has been carried forward as unamortized expenditure. Consequently, if the entire additional liability above had been written off during the current quarter, the net profit for the quarter and financial year ended March 31, 2022 would have been lower by a sum of Rs.1143 Lakhs.
11. The loans transferred/ acquired during the financial year ended March 31, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 is Nil.
12. Details of resolution plan implemented under Resolution framework for Covid -19 related stress as per RBI Circular dated August 6, 2020 (Resolution framework 1.0) and as per RBI circular dated May 5, 2021 (Resolution Framework 2.0) "Covid-19 related Stress of Individuals and small business" are given below.

(Rs. In Lakhs)

Type of Borrower	(A)	(B)	(C)	(D)	(E)
	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of previous half year 30.09.2021*	Of (A), aggregate debt that slipped into NPA during the half year	Of (A) amount written off during the half year	Of (A) amount paid by the borrowers during the half year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of year 31.03.2022*
Personal Loans	1835.00	-	-	74.32	2399.52
Others	7098.00	2.97	-	1118.08	9777.75
Corporate Persons	8411.00	-	-	793.25	8146.41
Total under RFCS	17344.00	2.97	-	1985.65	20323.68
Of Corporate Persons, MSME	1532.00	-	-	640.72	4162.46

*Excludes other facilities to the borrowers which have not been restructured.

13. Number of borrower accounts where modifications were sanctioned and implemented in terms of Clause 22 of Circular No. RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dt. May 5, 2021, 'Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses' are as follows;

No. of Accounts	4
Aggregate Exposure as on March 31, 2022 (Rs. In lakhs)	1495.98

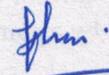
14. Other Income includes fees earned from services to customers, commission from non-fund based banking activities, earnings from foreign exchange transactions, selling of third party products, profit /loss on sale of investments (Net), profit/loss on revaluation of investments and recoveries from written off accounts.
15. Investor complaints – Pending at the beginning of the quarter – Nil
Received during the quarter – Nil
Disposed during the quarter – Nil
Unresolved at the end of quarter – Nil

16. Provision coverage ratio (Including Technical Write off) as on 31st March 2022 is 80.64 %.



17. Figures for the last quarter in each of the years 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 respective financial year which was subjected to limited review.
18. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

By Order of the Board



(Shivan J K)

Managing Director & CEO

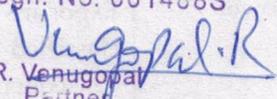
(DIN-09008166)

Place: Thrissur

Date: 19th May 2022



For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
Firm Regn. No: 001488S



R. Venugopal
Partner
Membership No: 202632



Dhanlaxmi Bank Limited
Cash Flow Statement for the year ended March 31, 2022

Rs. In Lakhs

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Cash flow from operating activities		
Net profit before income tax	3,590	3,719
Adjustments for :		
Depreciation on fixed assets net of reversal of revaluation reserve	2,002	1,533
Depreciation on Investments	(6,735)	1,926
Amortization of premia on investments	1,842	1,499
Amortization of Deferred Employee Benefits	286	-
Loan Loss provisions including write off	4,989	2,195
Provision against standard assets	(1,386)	1,151
General provision for Advances under Covid 19 Regulatory Package	-	808
Provision for Deferred Tax Asset	119	544
Provision for NPA (Investments)	5,746	419
Provision for restructured assets	2,980	11
Provision for fraud	(1)	4
(Profit)/ Loss on sale of fixed assets	(22)	6
Provision for unhedged Forex Exposure	12	3
Adjustments for :		
(Increase)/ Decrease in Investments	38,638	(79,500)
(Increase)/ Decrease in Advances	(1,43,428)	(31,336)
Increase/ (Decrease) in Deposits	69,099	80,783
(Increase) / Decrease in Other assets	430	7,842
Increase/ (Decrease) in Other liabilities and provisions	(1,388)	(576)
Direct taxes paid (net of refunds)	(99)	(56)
Net cash flow from/ (used in) operating activities	(23,326)	(9,025)
Cash flows from investing activities		
Purchase of fixed assets	(1,615)	(2,679)
Proceeds from sale of fixed assets	28	17
Net cash flow from/ (used in) investing activities	(1,587)	(2,662)
Cash flows from financing activities		
Proceeds / (Repayment) of Upper and Lower Tier II capital instruments net of repayment	-	(2,750)
Net cash generated from/ (used in) financing activities	-	(2,750)
Net increase/ (decrease) in cash and cash equivalents	(24,913)	(14,437)
Cash and cash equivalents as at April 1st	98,497	1,12,934
Cash and cash equivalents as at March 31st	73,584	98,497



Note:

Components of Cash and Cash Equivalents as at:	31.03.2022	31.03.2021
Cash and Balance with Reserve Bank of India (RBI)	67,840	60,212
Balances with Banks and Money at Call and Short Notice	5,744	38,285
Total	73,584	98,497

Place: Thrissur

Date: 19th May 2022

By Order of the Board



(Shivan J K)

Managing Director & CEO

(DIN-09008166)

For Krishnamoorthy & Krishnamoorthy
Chartered Accountants
Firm Regn. No: 001488S

R. Venugopal
Partner

Membership No. 202632

