

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2023

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-23	31-Mar-23	30-Jun-22	31-Mar-23
	Unaudited	Audited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	28914	27410	25837	107123
(a) Interest/discount on advances/bills	23235	21221	19704	82542
(b) Income on investments	5436	5829	5908	23510
(c) Interest on balances with Reserve Bank of India and other interbank funds	63	127	29	252
(d) Others	180	233	196	819
2. Other income	5226	3739	(2155)	7452
3. Total Income (1 + 2)	34140	31149	23682	114575
4. Interest expended	17051	15895	14107	59548
5. Operating expenses (a) + (b)	11295	11398	10077	42707
(a) Employees cost	6461	6406	6014	24725
(b) Other operating expenses	4834	4992	4063	17982
6. Total Expenditure (4+5) (excluding provisions and contingencies)	28346	27293	24184	102255
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	5794	3856	(502)	12320
8. Provisions (other than tax) and Contingencies	2764	1814	2141	9159
9. Exceptional items	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	3030	2042	(2643)	3161
11. Tax expense	200	(1775)	-	(1775)
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	2830	3817	(2643)	4936
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	2830	3817	(2643)	4936
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	25301	25301
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	-	-	-	54803
17. Analytical Ratios				
(i) Percentage of shareholding of Government of India	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	12.57%	12.32%	12.19%	12.32%
(iii) Earnings Per Share (EPS) in Rupees				
Basic EPS (Before and after Extra ordinary items)	1.12*	1.51*	(1.04)*	1.95
Diluted EPS (Before and after Extra ordinary items)	1.12*	1.51*	(1.04)*	1.95



(iv) NPA Ratios				
- Gross NPA	52338	51114	55382	51114
- Net NPA	10518	10920	22603	10920
- % of Gross NPA	5.21	5.19%	6.35%	5.19%
- % of Net NPA	1.09	1.16%	2.69%	1.16%
(v) Return on Assets (average) – (Annualized)	0.76	0.34%	(0.76%)	0.34%
(vi) Net Worth	74160	69883	65089	69883
(vii) Debt Equity Ratio (in times) **	0.20	0.21	0.23	0.21
(viii) Total Debts to Total Assets***	1.51%	3.25%	3.21%	3.25%
(ix) Operating Margin	16.97%	12.38%	(2.12%)	10.75%
(x) Net Profit Margin	8.29%	12.25%	(11.16%)	4.31%

*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

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-23	31-Mar-23	30-Jun-22	31-Mar-23
	Unaudited	Audited	Unaudited	Audited
1. Segment Revenue				
(a) Treasury	6378	5841	1624	19795
(b) Retail Banking	16862	15300	12930	57228
(c) Corporate/ Wholesale Banking	10900	10008	9128	37552
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total Revenue	34140	31149	23682	114575
Less: Inter-Segment Revenue	-	-	-	-
Income from Operations	34140	31149	23682	114575
2. Segment Results(Net of Provisions)				
(a) Treasury	1611	1831	(2899)	1880
(b) Retail Banking	3012	1828	1877	8403
(c) Corporate/ Wholesale Banking	1171	197	520	2037
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	5794	3856	(502)	12320
Less :(i) Interest	-	-	-	-
(ii) Other Un-allocable Expenditure net-off	2764	1814	2141	9159
(iii) Un-allocable income	-	-	-	-
Profit (+)/Loss(-) before tax	3030	2042	(2643)	3161
3. Segment Assets				
(a) Treasury	393833	426144	438871	426144
(b) Retail Banking	637659	622326	544185	622326
(c) Corporate/ Wholesale Banking	447908	452689	423771	452689
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	11837	12054	10095	12054
Total	1491237	1513213	1416922	1513213
4. Segment Liabilities				
(a) Treasury	361415	402377	423830	402377
(b) Retail Banking	604900	587422	509204	587422
(c) Corporate/ Wholesale Banking	424898	427299	396531	427299
(d) Other Banking Operations	-	-	-	-



(e) Unallocated	-	-	-	-
Total	1391213	1417098	1329565	1417098
5. Capital Employed (Segment Assets- Segment Liabilities)				
(a) Treasury	32418	23767	15041	23767
(b) Retail Banking	32759	34904	34981	34904
(c) Corporate/ Wholesale Banking	23010	25390	27240	25390
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	11837	12054	10095	12054
Total	100024	96115	87357	96115

For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in Compliance with the revised RBI Guidelines.

For the purpose of the disclosure under Accounting Standard 17 - Segment Reporting, issued by the Institute of Chartered Accountants of India (ICAI), 'Digital Banking' has been identified as a sub segment under the existing 'Retail Banking' segment. Bank has not set up separate 'Digital Banking Unit' (DBU) as on 30th June 2023 as per RBI circular No. RBI/2022-23/19 DOR AUT.REC.12/22.01.001/2022-23 dated April 7 2022 and existing digital banking products are forming part of 'Retail Banking' segment only.

The business operations of the Bank are substantially concentrated in India and for the purpose of segment Reporting as per Accounting Standard -17, the bank is considered to operate only in domestic segment.

Notes

1. The above unaudited financial results for the quarter ended 30th June 2023 were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on July 31, 2023. These Results have been subjected to limited review by the Statutory Central Auditors of the Bank, M/s Krishnamoorthy & Krishnamoorthy, Chartered Accountants and an unqualified review report has been issued.
2. The Bank has followed the same significant accounting policies in the preparation of quarterly financial results as those followed in the annual financial statements for the year ended 31st March 2023.
3. The financial results have been arrived at after considering provision for standard assets (including requirements for exposures to entities with unhedged foreign currency exposures), provision for non-performing assets (NPAs), provision for non-performing investments and other usual and necessary provisions.
4. The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.
5. As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III framework. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <https://www.dhanbank.com/pillar-iii-disclosure/>. These disclosures have not been subjected to audit or review by the Statutory Central Auditors of the Bank.
6. The Deferred Tax Asset ('DTA') has been determined at Rs. 6712 lakhs as on 30th June 2023 as against DTA of Rs. 6912 lakhs as on 31st March 2023.
7. The loans transferred/ acquired during the quarter ended June 30, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 is Nil.



8. 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 has been written off during the quarter ended June 30, 2023 in respect of the said estimated additional liability and the balance amounting to Rs.786 Lakhs has been carried forward as unamortized expenditure.
9. As permitted by Reserve Bank of India (RBI) vide Circular DBR. No.BP.BC.92/21.04.048/2015-16 dated April 18, 2016, the Bank had exercised the option to make provisions towards Non- Performing Advances identified as fraud account during the quarter ended September 30, 2022 over a period of four quarters. Accordingly, in the quarter ended June 30, 2023, the Bank has reversed Rs. 1078.97 lakhs which was charged against revenue reserves under reserves and surplus as on 31.03.2023 and has debited a sum of Rs. 787.86 lakhs (net of recoveries of Rs. 291.11 lakhs) being the remaining provision required towards the account identified as fraud, to the Profit & Loss Account. There is no unamortized provision as at June 30, 2023.
10. 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.
11. Provision coverage ratio (Including Technical Write off) as on 30th June 2023 is 90.79 %.
12. Figures for the quarter ended 31st March 2023 are the balancing figures between the audited figures in respect of the financial year ended 31st March 2023 and the published year to date figures up to December 31, 2023, which was subjected to limited review.
13. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

Place: Thrissur
Date: 31st July 2023



By Order of the Board

(Shivan J K)

Managing Director & CEO
(DIN-09008166)

