

DHANLAXMI BANK LIMITED.
(formerly The Dhanalakshmi Bank Limited)
Registered & Corporate Office: P. B No.9, Dhanalakshmi Building
Naickanal, Thrissur – 680 001

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

(Rs. in Lakhs)

Particulars	For the Quarter ended		For the Year ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Reviewed)	(Reviewed)	(Audited)	(Audited)
1. Interest earned (a)+(b)+(c)+(d)	29617	15045	90642	53457
(a) Interest/discount on advances/bills	24195	11535	69910	41940
(b) Income on investments	5326	3429	20173	10785
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	96	81	559	531
(d) Others	-	-	-	201
2. Other Income	4608	3193	14677	9099
3. Total Income (1 + 2)	34225	18238	105319	62556
4. Interest Expended	20574	10660	64129	39402
5. Operating expenses (i) +(ii)	10794	6409	34447	19286
(i) Employees cost	5819	3468	20146	10908
(ii) Other operating expenses	4975	2941	14301	8378
6. Total Expenditure (4+5) excluding provisions and contingencies	31368	17069	98576	58688
7. Operating Profit before provisions and contingencies (3-6)	2857	1169	6743	3868
8. Provisions (other than tax) and Contingencies	950	396	2771	1094
9. Exceptional Items	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	1907	773	3972	2774
11. Tax Expense	792	213	1366	444
12. Net Profit (+)/Loss (-) from Ordinary Activities after Tax (10-11)	1115	560	2606	2330
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit(+)/Loss(-) for the period (12-13)	1115	560	2606	2330
15. Paid-up equity share capital (Face value Rs.10)	8514	6412	8514	6412
16. Reserves – Excluding Revaluation Reserves	74278	35904	74278	35904
17. Analytical Ratios				
(i) Percentage of share holding of Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy Ratio				
Basel- I	10.81%	12.47%	10.81%	12.47%
Basel- II	11.80%	12.99%	11.80%	12.99%
iii) Earnings per Share (EPS) (in Rupees)				
a) EPS for the quarter / year (before and after Extraordinary items)				
- Basic	*1.31	*0.87	3.31	3.64
- Diluted	*1.30	*0.87	3.29	3.64
(iv) NPA Ratios				
(a) Gross NPA	6709	7750	6709	7750
(b) Net NPA	2747	4194	2747	4194
(c) % of Gross NPA	0.74%	1.54%	0.74%	1.54%
(d) % of Net NPA	0.30%	0.84%	0.30%	0.84%

(e) Return on Assets (average) – Annualised	0.34%	0.30%	0.23%	0.35%
18. Public Shareholding				
- Number of shares	85135749	64115600	85135749	64115600
- Percentage of shareholding	100.00%	100.00%	100.00%	100.00%
19. Promoters and promoter group shareholding				
a) Pledged/Encumbered				
▪ Number of shares				
▪ Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Not Applicable	Not Applicable	Not Applicable	Not Applicable
▪ Percentage of shares (as a % of the total share capital of the company)				
b) Non-encumbered				
▪ Number of Shares				
▪ Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Percentage of shares (as a % of the total share capital of the company)				

- *Not annualised*

Notes:

1. Statement of Assets and Liabilities as on March 31, 2011 is given below.

Particulars	March 31, 2011	March 31, 2010
	Audited	Audited
CAPITAL AND LIABILITIES		
Capital	8514	6412
Reserves and Surplus	75950	37596
Deposits	1252963	709848
Borrowings	62611	31755
Other Liabilities and Provisions	26777	23078
TOTAL	1426815	808689
ASSETS		
Cash and Balance with RBI	80280	61290
Balance with Banks and Money at call and short notice	13236	13743
Investments	363968	202779
Advances	906515	500626
Fixed Assets	13436	7947
Other assets	49380	22304
TOTAL	1426815	808689
Contingent Liabilities	325085	55753
Bills for collection	18065	5524

- The above financial results have been approved by the Board of Directors at its meeting held on April 23, 2011. The same have been subjected to audit by the Central Statutory Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India (RBI) and as per the requirements of the Listing Agreement with Stock Exchanges.
- The working results for the year ended March 31, 2011 have been arrived at after making provision for Income Tax and other usual and necessary provisions. Provisions for Non Performing Assets, Standard Assets, Restructured Advances, Non Performing Investments and Depreciation on Investments are made as per guidelines issued by RBI.
- In respect of Pension, Gratuity and Leave Encashment, provisions have been made in accordance with Revised AS-15 for the period under review based on actuarial valuation. Consequent on the reopening of the pension option and enhancement of the gratuity limit following the amendments to payment of gratuity act 1972, RBI has allowed amortisation of the additional expenses over a period of five years beginning with the financial year ending March 31, 2011 subject to a minimum of 1/5th of the total amount involved every year. Out of the total liability of 25.54 crores

arising on account of above mentioned amendments, Rs. 5.11 crores has been charged to the Profit and Loss account in the current year and the balance unrecognised portion shall be amortised with in next four years. In addition, a sum of Rs.1.53 crores has been charged to Profit & Loss Account towards Transitional Liability for the year ended March 31, 2011 as per Revised AS-15 on "Employee Benefits" notified by ICAI. The balance of unrecognized Transitional Liability as per Revised AS-15 is Rs.1.53 crores for the period up to March 2012.

5. In terms of Agricultural Debt Waiver and Debt Relief Scheme 2008, framed by the Government of India, the bank had received Rs.313 Lakhs from RBI on account of loans to small and marginal farmers out of the amount eligible for debt waiver of Rs.435 Lakhs during FY 2010. The balance amount of Rs.122 Lakhs had been shown as receivables and clubbed under the head "Advances" as on March 31, 2010. Balance amount of Rs.122 lakhs was also received from RBI during 2010-11 and hence receivable from RBI in this regard as on March 31, 2011 is nil.
6. Details of Investor Complaints for the quarter ended March 31, 2011: Beginning – Nil, Received – 1, Disposed off – 1, Closing - Nil.
7. The Board of Directors has recommended a dividend of 5% for the year ended March 31, 2011 subject to the approval of RBI and approval of the members at the ensuing Annual General Meeting.
8. The figures for the previous period/year have been regrouped or rearranged wherever necessary to conform to current period's classification.

Segmental Results

Part A : Business Segments

Particulars	For the Quarter ended		For the Year ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Reviewed)	(Reviewed)	(Audited)	(Audited)
1. Segment Revenue				
(a) Treasury	6486	3537	22265	13481
(b) Retail Banking	17797	392	44301	14066
(c) Corporate/Wholesale Banking	9935	14341	38700	34737
(d) Other Banking Operations	-	(305)	-	-
(e) Unallocated	7	272	53	272
Total	34225	18237	105319	62556
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	34225	18237	105319	62556
2. Segment Results (Profit (+)/Loss (-) before tax and after interest from each segment)				
(a) Treasury	380	201	1534	1682
(b) Retail Banking	1317	867	3573	1625
(c) Corporate/Wholesale Banking	629	1517	2582	2714
(d) Other Banking Operations	-	(305)	-	-
(e) Unallocated	-	-	-	-
Total	2326	2280	7689	6021
Less : (i) Interest	-	-	-	-
(ii) Other Un-allocable Expenditure net off	419	1507	3717	3247
(iii) Un-allocable income	-	-	-	-
Profit Before Tax	1907	773	3972	2774
3. Capital Employed				
(a) Treasury	22944	14418	22944	14418
(b) Retail Banking	29312	6181	29312	6181
(c) Corporate/Wholesale Banking	25994	15909	25994	15909
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	6214	7500	6214	7500
Total	84464	44008	84464	44008

"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 is having domestic operations only; hence no reporting is necessary under this segment.

By order of the Board

Sd/-

Mumbai,
April 23, 2011

Amitabh Chaturvedi
(Managing Director & CEO)