

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2023

(Rs in Lakh)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.23	30.06.23	30.09.22	30.09.23	30.09.22	31.03.23
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	30390	28914	26250	59304	52087	107123
(a) Interest/discount on advances/bills	23862	23235	20136	47097	39840	82542
(b) Income on investments	5264	5436	5872	10700	11780	23510
(c) Interest on balances with Reserve Bank of India and other interbank funds	210	63	33	273	62	252
(d) Others	1054	180	209	1234	405	819
2. Other income	2353	5226	2276	7579	121	7452
3. Total Income (1 + 2)	32743	34140	28526	66883	52208	114575
4. Interest expended	18294	17051	14606	35345	28713	59548
5. Operating expenses (a) + (b)	12089	11295	10385	23384	20462	42707
(a) Employee's cost	7099	6461	6083	13560	12097	24725
(b) Other operating expenses	4990	4834	4302	9824	8365	17982
6. Total Expenditure (4+5) (excluding provisions and contingencies)	30383	28346	24991	58729	49175	102255
7. Operating Profit (+)/Loss (-) before provisions and contingencies (3-6)	2360	5794	3535	8154	3033	12320
8. Provisions (other than tax) and Contingencies	(282)	2764	1946	2482	4087	9159
9. Exceptional items	-	-	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	2642	3030	1589	5672	(1054)	3161



11. Tax expense	326	200	-	526	-	(1775)
12. Net Profit (+)/Loss (-) from Ordinary Activities after tax (10-11)	2316	2830	1589	5146	(1054)	4936
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	2316	2830	1589	5146	(1054)	4936
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	25301	25301	25301	25301
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)						54803
17. Analytical Ratios						
(i) Percentage of share-holding of Govt. of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	12.23%	12.57%	12.32%	12.23%	12.32%	12.32%
(iii) Earnings Per Share (EPS) in Rupees						
(a) Basic EPS (before and after extraordinary items)	0.92*	1.12*	0.63*	2.03*	(0.42) *	1.95
(b) Diluted EPS (before and after extra ordinary items)	0.92*	1.12*	0.63*	2.03*	(0.42) *	1.95
(iv) NPA Ratios						
- Gross NPA	55259	52338	54975	55259	54975	51114
- Net NPA	12734	10518	20285	12734	20285	10920
- % of Gross NPA	5.36	5.21	6.04	5.36	6.04	5.19
- % of Net NPA	1.29	1.09	2.32	1.29	2.32	1.16
(v) Return on Assets (average) - (Annualized)	0.61%	0.76%	0.44%	0.68%	(0.15%)	0.34%
(vi) Net worth	75978	74160	66487	75978	66487	69883
(vii) Debt Equity Ratio (in times) **	0.20	0.20	0.23	0.20	0.23	0.21
(viii) Total Debts to Total Assets***	1.08%	1.51%	4.00%	1.08%	4.00%	3.25%
(ix) Operating Margin	7.21%	16.97%	12.39%	12.19%	5.81%	10.75%
(x) Net Profit Margin	7.08%	8.29%	5.57%	7.69%	(2.02%)	4.31%

*Not Annualized

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

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



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SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakh)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.23	30.06.23	30.09.22	30.09.23	30.09.22	31.03.23
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
(a) Treasury	5340	6378	5744	11718	7368	19795
(b) Retail Banking	17524	16862	13699	34386	26629	57228
(c) Corporate/ Wholesale Banking	9879	10900	9083	20779	18211	37552
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total Revenue	32743	34140	28526	66883	52208	114575
Less: Inter-Segment Revenue	-	-	-	-	-	-
Income from Operations	32743	34140	28526	66883	52208	114575
2. Segment Results (Net of Provisions)						
(a) Treasury	545	1611	862	2156	(2037)	1880
(b) Retail Banking	1663	3012	2023	4675	3900	8403
(c) Corporate/ Wholesale Banking	152	1171	650	1323	1170	2037
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total	2360	5794	3535	8154	3033	12320
Less :(i) Interest		-	-	-	-	-
(ii) Other Un- allocable Expenditure net-off	(282)	2764	1946	2482	4087	9159
(iii) Un-allocable income	-	-	-	-	-	-
Profit (+)/Loss (-) before tax	2642	3030	1589	5672	(1054)	3161
3. Segment Assets						
(a) Treasury	395107	393833	436735	395107	436735	426144
(b) Retail Banking	678095	637659	573169	678095	573169	622326
(c) Corporate/ Wholesale Banking	444021	447908	429752	444021	429752	452689
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	12107	11837	10120	12107	10120	12054
Total	1529901	1491237	1449776	1529330	1449776	1513213
4. Segment Liabilities						
(a) Treasury	367989	361415	421458	367989	421458	402377



(b) Retail Banking	639954	604900	536850	639954	536850	587422
(c) Corporate/ Wholesale Banking	419047	424898	402521	419047	402521	427299
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total	1426990	1391213	1360829	1426990	1360829	1417098
5. Capital Employed (Segment Assets- Segment Liabilities)						
(a) Treasury	27118	32418	15277	27118	15277	23767
(b) Retail Banking	38141	32759	36319	38141	36319	34904
(c) Corporate/ Wholesale Banking	24974	23010	27231	24974	27231	25390
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	12107	11837	10120	12107	10120	12054
Total	102340	100024	88947	102340	88947	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 September 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. Statement of Assets and Liabilities as on September 30, 2023.

(Rs. In Lakh)

Particulars	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Audited
Capital and Liabilities			
Capital	25301	25301	25301
Reserves and Surplus	77038	63645	70814
Deposits	1381723	1274763	1335165
Borrowings	16499	57987	49238
Other Liabilities and Provisions	28769	28080	32695
Total	1529330	1449776	1513213
Assets			
Cash and Balances with Reserve Bank of India	85762	76393	83634
Balances with Bank and Money at Call and Short Notice	5607	3123	1029
Investments	354441	406084	388864
Advances	988530	876226	945152
Fixed Assets	27103	22394	25757
Other Assets	67887	65556	68777
Total	1529330	1449776	1513213

- The above unaudited financial results for the quarter and half year ended September 30, 2023, were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on November 9, 2023. These Results have been subjected to "Limited Review" by the Joint Statutory Central Auditors of the Bank, M/s Krishnamoorthy & Krishnamoorthy, Chartered Accountants and M/s Sagar & Associates, Chartered Accountants and an unqualified review report has been issued by them.
- The Bank has followed the same significant accounting policies in the preparation of interim financial results as those followed in the annual financial statements for the year ended 31st March 2023.
- 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, provision for non-performing investments and other usual and necessary provisions.
- 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.
- As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio 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 Joint Statutory Central Auditors of the Bank.



7. The Deferred Tax Asset ('DTA') has been determined at Rs. 6512 lakhs as on 30th September 2023 as against DTA of Rs. 6912 lakhs as on 31st March 2023.
8. The loans transferred/ acquired during the half-year ended September 30, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 is Nil.
9. 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) 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 31.03.2023*	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 30.09.2023*
Personal Loans	2107	99	-	244	1858
Others	7682	2490	-	1333	2764
Corporate Persons (all are MSME loans)	4091	-	-	3875	1116
Total under RFCS	13880	2589	-	5452	5738

*Excluding other facilities to the borrower which have not been restructured.

10. 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 September 30, 2023 (Rs. In lakhs)	1399

11. 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 had 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. However, while the Bank had amortized an amount of Rs.71 lakhs during the first quarter of FY 2024 and an amount of Rs.643 lakhs has been amortized during the quarter ended September 30, 2023. Hence, an amount of Rs.143 lakhs only has been carried forward as unamortized expenditure in respect of the said estimated additional liability.



12. Interest on Others include an amount of Rs.798 lakhs being interest on income tax refunds received from Income Tax Department.
13. Other operating expenses include correction of excess Input Tax Credit reversal of prior periods, amounting to Rs.125 lakhs.
14. The Bank has made an adhoc provision of Rs. 600.00 lakhs for the quarter ended 30th September 2023 towards the salary revision due from 1st November 2022, under 'Provisions and Contingencies'.
15. 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.
16. Provision coverage ratio (Including Technical Write off) as on September 30, 2023 is 89.11 %.
17. 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: 9th November 2023



By Order of the Board

(Shivan J K)

Managing Director & CEO

(DIN-09008166)



DHANLAXMI BANK LIMITED.

Registered Office: P. B No.9, Dhanalakshmi Buildings, Naickanal, Thrissur – 680 001
Corporate Office: Dhanlaxmi Bank Limited, Punnamm, Thrissur – 680 002, Ph:0487-7107100
CIN: L65191KL1927PLC000307

Cash Flow Statement for the half year ended September 30, 2023

(Rs. in Lakhs)

Particulars	Half Year ended		Year ended
	30.09.23	30.09.22	31.03.23
Cash flow from operating activities			
Net profit before income tax	5,672	(1,054)	3,161
Adjustments for:			
Depreciation on fixed assets net of reversal of revaluation reserve	1,172	1,045	2,111
Depreciation on Investments	(1,071)	4,338	4,008
Amortization of premia on investments	1,029	1,003	2,036
Amortization of Deferred Employee Benefits	715	143	286
Loan Loss provisions including write off	2,779	4,619	9,457
Provision against standard assets	247	225	484
Provision for NPA (Investments)	-	(330)	(350)
Provision for restructured assets	(1,154)	(545)	(617)
Provision for fraud	-	116	116
(Profit)/ Loss on sale of fixed assets	(13)	(60)	(77)
Provision for unhedged Forex Exposure	11	4	(4)
Adjustments for:			
(Increase)/ Decrease in Investments	19,235	438	16,975
(Increase)/ Decrease in Advances	(43,924)	(66,103)	(1,40,872)
Increase / (Decrease) in Borrowings	(32,739)	42,988	34,238
Increase/ (Decrease) in Deposits	46,557	34,474	94,876
(Increase) / Decrease in Other assets	156	(335)	(2,013)
Increase/ (Decrease) in Other liabilities and provisions	(4,184)	(6,553)	(2,188)
Direct taxes paid (net of refunds)	(506)	(75)	13
Net cash flow from/ (used in) operating activities	(6,018)	14,338	21,640



Cash flows from Investing Activities			
Purchase of fixed assets	(2,519)	(1,340)	(3,519)
Proceeds from sale of fixed assets	14	61	85
(Increase)/ Decrease in Held to Maturity Investments	15,229	(7,127)	(7,127)
Net cash flow from/ (used in) investing activities	12,724	(8,406)	(10,561)
Cash flows from Financing Activities			
Net cash generated from/ (used in) financing activities	-	-	-
Net increase/ (decrease) in cash and cash equivalents	6,706	5,932	11,079
Cash and cash equivalents at the beginning of the period	84,663	73,584	73,584
Cash and cash equivalents as at the end of the period	91,369	79,516	84,663

Notes:

Components of Cash and Cash Equivalents as at:	30.09.23	30.09.22	31.03.23
Cash and Balance with Reserve Bank of India (RBI)	85,762	76,393	83,634
Balances with Banks and Money at Call and Short Notice	5,607	3,123	1,029
Total	91,369	79,516	84,663

Place: Thrissur
Date: 9th November 2023



By Order of the Board

Shivan J K

(Shivan J K)
Managing Director & CEO
(DIN-09008166)



B. Shivan