

Ref. No.CO:CS:RC:2020-21:165

January 23, 2021

BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 023.

National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai - 400 051.

Dear Sirs,

**Re: Unaudited Financial Results (Limited Reviewed) for the
3rd Quarter and Nine Months ended December 31, 2020**

BSE Scrip Code No.: 532772 NSE SYMBOL: DCBBANK

Pursuant to the disclosure requirements under Regulation 30 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we enclose herewith the following:

1. Unaudited Financial Results (Limited Reviewed) of the Bank, for the 3rd Quarter and Nine Months ended December 31, 2020, duly considered and recommended by the Audit Committee of the Board and which were approved by the Board of Directors in today's meeting.
2. Limited Review Report dated January 23, 2021 for the quarter and nine months ended December 31, 2020 by the Statutory Auditors M/s. S. R. Batliboi & Associates LLP, Chartered Accountants (Registration No.101049W/E300004).

Kindly take the same on your record.

Thanking you,

Yours faithfully,

For DCB Bank Limited



Rubi Chaturvedi
Company Secretary &
Compliance Officer

Encl: As above



DCB Bank Limited

Independent Auditor's Review Report on the Quarterly and Nine Months Unaudited Financial Results of DCB Bank Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
DCB Bank Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of DCB Bank Limited (the "Bank") for the quarter and nine months ended 31 December 2020 (the "Statement") attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). The disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage Ratio" and "Liquidity Coverage Ratio" as have been disclosed on the Bank's website, in respect of which a link has been provided in the aforesaid Statement have not been audited by us.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Bank's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" (AS 25) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, the relevant guidelines issued by Reserve Bank of India (the "RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, the RBI Guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other matters.
5. We draw reference to note 5 of the accompanying financial results, which describes the extent to which the Covid-19 pandemic will impact the Bank's provision on assets and its future results which are dependent on uncertain future developments and note 6 which describes impact on classification of certain loans as a consequence of the interim order dated 03 September 2020 of the Honorable Supreme Court of India. Our conclusion is not modified in respect of these matters.

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S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

6. The comparative financial information of the Bank for the corresponding quarter and period ended 31 December 2019 and the financial statements of the Bank for the year ended 31 March 2020, were reviewed/audited by predecessor auditor who expressed an unmodified conclusion/opinion on those financial information on 25 January 2020 and 23 May 2020 respectively.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

Sarvesh Warty.

per Sarvesh Warty

Partner

Membership No.: 121411

UDIN: 21121411AAAAAT7687

Place: Mumbai

Date: 23 January 2021

DCB BANK LIMITED

CIN No.: L99999MH1995PLC089008

Regd. Office: 601 & 602, 6th Floor, Tower A, Peninsula Business Park, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

		(₹ in crore)					
Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	869.35	878.45	897.82	2,620.93	2,634.72	3,536.63
a.	Interest / Discount on advances / bills	704.55	709.78	727.62	2,114.07	2,120.16	2,843.19
b.	Income on Investments	142.96	146.62	154.00	436.02	464.16	622.79
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	12.94	13.09	7.73	43.92	25.99	37.08
d.	Others	8.90	8.96	8.47	26.92	24.41	33.57
2	Other Income (Refer note 3)	154.51	92.53	93.07	324.61	281.21	391.10
3	Total Income (1+2)	1,023.86	970.98	990.89	2,945.54	2,915.93	3,927.73
4	Interest Expended	534.58	544.54	574.72	1,645.52	1,693.51	2,271.72
5	Operating Expenses (i+ii+iii)	211.94	201.63	226.25	606.74	681.44	902.95
i.	Employees cost	108.66	105.01	115.57	322.35	346.41	458.80
ii.	Rent, Taxes and Lighting	21.73	22.66	23.05	63.79	68.80	91.92
iii.	Other Operating Expenses	81.55	73.96	87.63	220.60	266.23	352.23
6	Total Expenditure (4+5)	746.52	746.17	800.97	2,252.26	2,374.95	3,174.67
7	Operating Profit before Provisions and Contingencies (3-6)	277.34	224.81	189.92	693.28	540.98	753.06
8	Provisions (Other than tax) and Contingencies	147.71	113.10	59.00	344.49	142.90	261.14
9	Exceptional Items	-	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	129.63	111.71	130.92	348.79	398.08	491.92
11	Tax expense	33.42	29.42	34.22	90.91	128.91	153.98
12	Net Profit from Ordinary Activities after tax (10-11)	96.21	82.29	96.70	257.88	269.17	337.94
13	Extraordinary Items (Net of tax expenses)	-	-	-	-	-	-
14	Net Profit for the period (12-13)	96.21	82.29	96.70	257.88	269.17	337.94
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	310.49	310.47	310.21	310.49	310.21	310.42
16	Reserves excluding Revaluation Reserves						2,873.36
17	Analytical Ratios						
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	18.32	18.28	15.80	18.32	15.80	17.75
iii.	Earnings Per Share (EPS)						
	(a) Basic and diluted EPS before Extraordinary items (Net of tax expenses) for the period and for the previous year (Not annualised for quarters)						
	(i) Basic (₹)	3.10	2.65	3.12	8.31	8.69	10.90
	(ii) Diluted (₹)	3.07	2.63	3.07	8.24	8.55	10.74
	(b) Basic and diluted EPS after Extraordinary items (Net of tax expenses) for the period and for the previous year (Not annualised for quarters)						
	(i) Basic (₹)	3.10	2.65	3.12	8.31	8.69	10.90
	(ii) Diluted (₹)	3.07	2.63	3.07	8.24	8.55	10.74
iv.	Non Performing Assets ('NPAs') Ratios						
	(a) Amount of Gross NPAs	502.27	573.70	552.03	502.27	552.03	631.51
	(b) Amount of Net NPAs	149.74	205.77	260.76	149.74	260.76	293.51
	(c) % of Gross NPAs to Gross Advances	1.96	2.27	2.15	1.96	2.15	2.46
	(d) % of Net NPAs to Net Advances	0.59	0.83	1.03	0.59	1.03	1.16
v.	Return on Assets (%) (Annualised)	1.01	0.86	1.03	0.90	0.97	0.90



SEGMENTAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

(₹ in crore)

Sr. No.	Business Segment	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a	Treasury Operations	286.53	242.76	238.35	776.46	738.77	994.83
b	Corporate / Wholesale Banking	97.63	99.59	126.89	298.31	383.81	500.86
c	Retail Banking	789.75	778.13	803.06	2,314.55	2,324.85	3,137.19
d	Other Banking Operations	7.48	8.01	9.17	20.47	25.52	38.77
e	Unallocable	(0.05)	(0.11)	(0.41)	(0.09)	(0.65)	(0.70)
	Total	1,181.34	1,128.38	1,177.06	3,409.70	3,472.30	4,670.95
	Less:- Inter Segment Revenue	157.48	157.40	186.17	464.16	556.37	743.22
	Income from Operations	1,023.86	970.98	990.89	2,945.54	2,915.93	3,927.73
2	Segment Results						
a	Treasury Operations	90.43	31.55	12.69	173.28	58.89	90.45
b	Corporate / Wholesale Banking	(12.57)	(6.31)	15.95	(15.18)	60.57	71.04
c	Retail Banking	48.86	84.43	96.95	184.51	270.09	312.42
d	Other Banking Operations	7.07	7.50	8.95	19.27	24.70	37.54
e	Unallocable	(4.16)	(5.46)	(3.62)	(13.09)	(16.17)	(19.53)
	Total Profit before Tax	129.63	111.71	130.92	348.79	398.08	491.92
3	Segment Assets						
a	Treasury Operations	11,439.09	11,638.41	11,606.05	11,439.09	11,606.05	12,023.82
b	Corporate / Wholesale Banking	3,359.03	3,386.62	4,004.28	3,359.03	4,004.28	3,713.77
c	Retail Banking	22,755.76	22,273.24	22,194.60	22,755.76	22,194.60	22,514.99
d	Other Banking Operations	-	-	0.03	-	0.03	0.02
e	Unallocable	304.93	258.60	252.11	304.93	252.11	252.54
	Total Segment Assets	37,858.81	37,556.87	38,057.07	37,858.81	38,057.07	38,505.14
4	Segment Liabilities						
a	Treasury Operations	6,400.22	6,793.96	7,302.44	6,400.22	7,302.44	8,020.39
b	Corporate / Wholesale Banking	2,099.59	2,038.70	2,570.09	2,099.59	2,570.09	2,440.09
c	Retail Banking	25,676.66	25,138.33	24,825.64	25,676.66	24,825.64	24,615.71
d	Other Banking Operations	0.66	0.54	0.74	0.66	0.74	0.95
e	Unallocable	1.29	1.29	5.84	1.29	5.84	5.85
	Total Segment Liabilities	34,178.42	33,972.82	34,704.75	34,178.42	34,704.75	35,082.99
5	Capital Employed						
	(Segment Assets - Segment Liabilities)						
a	Treasury Operations	5,038.87	4,844.45	4,303.61	5,038.87	4,303.61	4,003.43
b	Corporate / Wholesale Banking	1,259.44	1,347.92	1,434.19	1,259.44	1,434.19	1,273.68
c	Retail Banking	(2,920.90)	(2,865.09)	(2,631.04)	(2,920.90)	(2,631.04)	(2,100.72)
d	Other Banking Operations	(0.66)	(0.54)	(0.71)	(0.66)	(0.71)	(0.93)
e	Unallocable	303.64	257.31	246.27	303.64	246.27	246.69
	Total Capital Employed	3,680.39	3,584.05	3,352.32	3,680.39	3,352.32	3,422.15

Treasury: Includes all financial markets activities undertaken on behalf of the Bank's customers, proprietary trading, maintenance of reserve requirements and resource mobilisation from other banks and financial institutions.

Corporate / Wholesale Banking: Includes lending, deposit taking and other services offered to corporate customers.

Retail Banking: Includes lending, deposit taking and other services offered to retail customers.

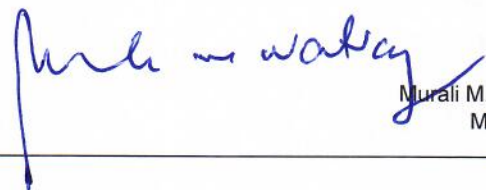
Other Banking Operations: Includes para banking activities like third party product distribution, merchant banking, etc.



Notes:

- 1 The above financial results for the quarter and nine months ended December 31, 2020 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on January 23, 2021. The results have been subjected to a limited review by the Statutory Auditors of the Bank. The report thereon is unmodified.
- 2 The financial results for the quarter and nine months ended December 31, 2020 have been arrived at after considering the provision for standard assets including requirements for exposures to entities with Unhedged Foreign Currency Exposure, Non Performing Assets (NPAs), depreciation on investments, income tax and other necessary provisions.
- 3 "Other Income" includes income from non-fund based activities such as brokerage and commission, fees, earnings in foreign exchange transactions, profit / loss on sale of investments (net) and income from sale of Priority Sector Lending Certificates.
- 4 During the quarter and nine months ended December 31, 2020, the Bank allotted 24,350 and 74,550 shares respectively pursuant to the exercise of stock options by certain employees.
- 5 The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. The RBI had announced various COVID-19 regulatory measures on asset classification and provisioning. The Bank, in accordance with Board approved policy, had offered moratorium on repayment of loan instalments and / or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to eligible borrowers which were classified as standard, even if overdue, as on February 29, 2020, without considering the same as restructuring. Further, in respect of such accounts that were granted moratorium, the asset classification remained at a standstill during the moratorium period. In addition to the balance of Rs.143 crores as at September 30, 2020, during the quarter ended December 31, 2020, the Bank has made a contingency provision of Rs.86.11 crores against further likely impact of COVID-19 pandemic taking the total provision towards COVID-19 Regulatory Package and other contingencies to Rs.229.11 crores. Impact of this is included in "Provisions (other than tax) and Contingencies".
- 6 The Honourable Supreme Court of India (Hon'ble SC), in a public interest litigation (Gajendra Sharma Vs. Union of India & Anr), vide an interim order dated September 03, 2020 ("Interim Order"), has directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. Basis the said interim order, the Bank has not classified any account which was not NPA as at August 31, 2020 as per RBI IRAC norms, as NPA after August 31, 2020. However, if the Bank had classified such borrower accounts as NPA after August 31, 2020, the Bank's proforma Gross NPA ratio and proforma Net NPA ratio would have been 3.70% and 1.92% respectively. Pending disposal of the case, the Bank, as a matter of prudence has, in respect of these accounts made a contingent provision, which is included in the amount of Rs.229.11 crores mentioned above.
- 7 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential Assent in September 2020. The Code has been published in the Gazette of India, however, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Bank will assess the impact of the Code and record any related impact in the period it becomes effective.
- 8 In terms of RBI circulars DBR.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 on Basel III Capital Regulations and DBR.No.BP.BC.80 /21.06.201/2014-15 dated March 31, 2015 on Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments, banks are required to make certain Pillar 3, Leverage Ratio, and Liquidity Coverage Ratio disclosures along with the publication of financial results. Accordingly, such disclosures have been placed on the Bank's website at the following link <http://www.dccb.com/cms/showpage/page/disclosures>. These disclosures have not been reviewed / audited by the Statutory Auditors.
- 9 The figures for the period ended December 31, 2019 and March 31, 2020 were reviewed/ audited by the previous Statutory Auditors.
- 10 Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period/year.

For and on behalf of the Board of Directors



Murali M. Natrajan
MD & CEO

Place : Mumbai
Date : January 23, 2021

