

Ref. No.CO:CS:RC:2017-18:242

January 17, 2018

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  
3<sup>rd</sup> Quarter and Nine Months ended December 31, 2017**

**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 3<sup>rd</sup> quarter and nine months ended December 31, 2017, 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 17, 2018 for the quarter and nine months ended December 31, 2017 by the Statutory Auditors M/s. Deloitte, Haskins & Sells, Chartered Accountants (Registration No. 117365W).

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 AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF DCB BANK LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **DCB BANK LIMITED** (the "Bank") for the Quarter and Nine months ended December 31, 2017 ("the Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 except for the matters in Note 8 to the Statement.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has been prepared in accordance with the accounting principles generally accepted in India along with the recognition and measurement principles laid down in Accounting Standard 25 for "Interim Financial Reporting" ("AS 25"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder in so far as they apply to banks and circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time. Our responsibility is to issue a report 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 is limited primarily to inquiries of Bank's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.



4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standard, along with the other accounting principles generally accepted in India, in so far as they apply to banks, and circulars and guidelines issued by the RBI from time to time, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 117365W)



A handwritten signature in blue ink, appearing to read "Kalpesh J. Mehta".

**Kalpesh J. Mehta**  
Partner  
(Membership No. 48791)

MUMBAI, January 17, 2018



DCB BANK LIMITED

CIN No.: L99999MH1995PLC089008

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

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017**

(₹ in crore)

Sr. No.	Particulars	Quarter ended			Nine Months Ended		Year ended
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Interest Earned (a+b+c+d)</b>	<b>610.78</b>	<b>586.97</b>	<b>550.20</b>	<b>1,763.79</b>	<b>1,527.09</b>	<b>2,076.15</b>
a.	Interest / Discount on advances / bills	495.85	468.94	426.54	1,415.41	1,216.11	1,647.95
b.	Income on Investments	105.30	103.26	111.70	313.87	283.47	393.52
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	3.63	1.48	1.22	9.22	4.63	5.78
d.	Others (Refer Note 2)	6.00	13.29	10.74	25.29	22.88	28.90
<b>2</b>	<b>Other Income (Refer Note 4)</b>	<b>74.94</b>	<b>65.12</b>	<b>63.83</b>	<b>225.41</b>	<b>185.54</b>	<b>248.84</b>
<b>3</b>	<b>Total Income (1+2)</b>	<b>685.72</b>	<b>652.09</b>	<b>614.03</b>	<b>1,989.20</b>	<b>1,712.63</b>	<b>2,324.99</b>
<b>4</b>	<b>Interest Expended</b>	<b>360.32</b>	<b>338.86</b>	<b>340.72</b>	<b>1,032.06</b>	<b>950.27</b>	<b>1,279.06</b>
<b>5</b>	<b>Operating Expenses (i+ii+iii)</b>	<b>202.86</b>	<b>188.79</b>	<b>164.06</b>	<b>573.75</b>	<b>459.50</b>	<b>627.72</b>
i.	Employees cost	97.01	92.10	79.00	279.57	226.51	308.02
ii.	Rent, Taxes and Lighting	19.81	20.64	17.36	60.57	48.10	65.83
iii.	Other Operating Expenses	86.04	76.05	67.70	233.61	184.89	253.87
<b>6</b>	<b>Total Expenditure (4+5)</b>	<b>563.18</b>	<b>527.65</b>	<b>504.78</b>	<b>1,605.81</b>	<b>1,409.77</b>	<b>1,906.78</b>
<b>7</b>	<b>Operating Profit before Provisions and Contingencies (3-6)</b>	<b>122.54</b>	<b>124.44</b>	<b>109.25</b>	<b>383.39</b>	<b>302.86</b>	<b>418.21</b>
<b>8</b>	<b>Provisions (Other than tax) and Contingencies</b>	<b>34.25</b>	<b>30.24</b>	<b>30.53</b>	<b>99.99</b>	<b>77.56</b>	<b>111.49</b>
<b>9</b>	<b>Exceptional Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>10</b>	<b>Profit from Ordinary Activities before tax (7-8-9)</b>	<b>88.29</b>	<b>94.20</b>	<b>78.72</b>	<b>283.40</b>	<b>225.30</b>	<b>306.72</b>
<b>11</b>	<b>Tax expense</b>	<b>31.28</b>	<b>35.30</b>	<b>27.42</b>	<b>102.27</b>	<b>78.49</b>	<b>107.04</b>
<b>12</b>	<b>Net Profit from Ordinary Activities after tax (10-11)</b>	<b>57.01</b>	<b>58.90</b>	<b>51.30</b>	<b>181.13</b>	<b>146.81</b>	<b>199.68</b>
<b>13</b>	<b>Extraordinary Items (Net of tax expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>14</b>	<b>Net Profit for the period (12-13)</b>	<b>57.01</b>	<b>58.90</b>	<b>51.30</b>	<b>181.13</b>	<b>146.81</b>	<b>199.68</b>
<b>15</b>	<b>Paid-up Equity Share Capital (Face value ₹ 10/-)</b>	<b>307.90</b>	<b>307.77</b>	<b>285.04</b>	<b>307.90</b>	<b>285.04</b>	<b>285.36</b>
<b>16</b>	<b>Reserves excluding Revaluation Reserves</b>						<b>1,661.43</b>
<b>17</b>	<b>Analytical Ratios</b>						
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	15.77	14.65	13.33	15.77	13.33	13.76
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)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Annual)
	(i) Basic (₹)	1.85	1.91	1.80	5.93	5.16	7.01
	(ii) Diluted (₹)	1.81	1.87	1.77	5.81	5.07	6.87
	(b) Basic and diluted EPS after Extraordinary items (Net of tax expenses) for the period and for the previous year	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Annual)
	(i) Basic (₹)	1.85	1.91	1.80	5.93	5.16	7.01
	(ii) Diluted (₹)	1.81	1.87	1.77	5.81	5.07	6.87
iv.	NPA Ratios						
	(a) Amount of Gross non-performing assets	354.46	315.84	227.93	354.46	227.93	254.20
	(b) Amount of Net non-performing assets	161.47	156.99	108.04	161.47	108.04	124.41
	(c) % of Gross NPAs to Gross Advances	1.89	1.80	1.55	1.89	1.55	1.59
	(d) % of Net NPAs to Net Advances	0.87	0.90	0.74	0.87	0.74	0.79
v.	Return on Assets (%) (Annualised)	0.86	0.94	0.90	0.95	0.94	0.93



## SEGMENTAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017

Sr. No.	Business Segment	(₹ in crore)					
		Quarter ended			Nine Months Ended		Year ended 31.03.2017
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)		
1	<b>Segment Revenue</b>						
a	Treasury Operations	191.27	166.75	176.25	546.71	484.57	650.00
b	Corporate / Wholesale Banking	98.31	91.32	91.51	278.69	271.61	362.00
c	Retail Banking	558.69	513.64	486.00	1,581.41	1,375.33	1,883.71
d	Other Banking Operations	7.49	6.52	5.79	22.06	13.26	19.58
e	Unallocable	(0.04)	6.92	4.53	6.88	4.74	4.83
	<b>Total</b>	<b>855.72</b>	<b>785.15</b>	<b>764.08</b>	<b>2,435.75</b>	<b>2,149.51</b>	<b>2,920.12</b>
	<b>Less:- Inter Segment Revenue</b>	<b>170.00</b>	<b>133.06</b>	<b>150.05</b>	<b>446.55</b>	<b>436.88</b>	<b>595.13</b>
	<b>Income from Operations</b>	<b>685.72</b>	<b>652.09</b>	<b>614.03</b>	<b>1,989.20</b>	<b>1,712.63</b>	<b>2,324.99</b>
2	<b>Segment Results</b>						
a	Treasury Operations	13.39	12.75	17.26	54.00	50.50	56.88
b	Corporate / Wholesale Banking	11.71	16.59	11.10	41.86	34.45	36.91
c	Retail Banking	60.96	56.60	44.79	174.23	136.25	207.25
d	Other Banking Operations	7.02	6.03	5.29	20.45	11.45	17.24
e	Unallocable	(4.79)	2.23	0.28	(7.14)	(7.35)	(11.56)
	<b>Total Profit before Tax</b>	<b>88.29</b>	<b>94.20</b>	<b>78.72</b>	<b>283.40</b>	<b>225.30</b>	<b>306.72</b>
3	<b>Segment Assets</b>						
a	Treasury Operations	7,570.14	7,499.75	7,698.04	7,570.14	7,698.04	7,384.00
b	Corporate / Wholesale Banking	3,954.57	3,764.78	3,373.22	3,954.57	3,373.22	3,479.48
c	Retail Banking	15,411.73	14,472.44	12,021.22	15,411.73	12,021.22	13,016.42
d	Other Banking Operations	0.04	0.06	0.17	0.04	0.17	0.13
e	Unallocable	214.82	171.02	192.40	214.82	192.40	166.35
	<b>Total Segment Assets</b>	<b>27,151.30</b>	<b>25,908.05</b>	<b>23,285.05</b>	<b>27,151.30</b>	<b>23,285.05</b>	<b>24,046.38</b>
4	<b>Segment Liabilities</b>						
a	Treasury Operations	6,246.52	5,491.65	4,544.61	6,246.52	4,544.61	4,804.97
b	Corporate / Wholesale Banking	1,150.92	1,162.04	986.22	1,150.92	986.22	1,088.51
c	Retail Banking	17,002.73	16,561.07	15,594.78	17,002.73	15,594.78	15,939.95
d	Other Banking Operations	0.65	0.76	2.20	0.65	2.20	1.21
e	Unallocable	7.89	7.69	6.44	7.89	6.44	6.86
	<b>Total Segment Liabilities</b>	<b>24,408.71</b>	<b>23,223.21</b>	<b>21,134.25</b>	<b>24,408.71</b>	<b>21,134.25</b>	<b>21,841.50</b>
5	<b>Capital Employed</b>						
	(Segment Assets - Segment Liabilities)						
a	Treasury Operations	1,323.62	2,008.10	3,153.43	1,323.62	3,153.43	2,579.03
b	Corporate / Wholesale Banking	2,803.65	2,602.74	2,387.00	2,803.65	2,387.00	2,390.97
c	Retail Banking	(1,591.00)	(2,088.63)	(3,573.56)	(1,591.00)	(3,573.56)	(2,923.53)
d	Other Banking Operations	(0.61)	(0.70)	(2.03)	(0.61)	(2.03)	(1.08)
e	Unallocable	206.93	163.33	185.96	206.93	185.96	159.49
	<b>Total Capital Employed</b>	<b>2,742.59</b>	<b>2,684.84</b>	<b>2,150.80</b>	<b>2,742.59</b>	<b>2,150.80</b>	<b>2,204.88</b>

**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 unaudited financial results for the quarter and nine months ended December 31, 2017 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors. These results were subjected to "Limited Review" by the Statutory Auditors of the Bank who have issued an unqualified report thereon.
- 2 "Interest earned-Others" includes interest on income tax refunds of ₹ Nil and ₹ 7.21 crore for the quarter and nine months ended December 31, 2017 respectively (₹ 4.53 crore and ₹ 4.74 crore for the quarter and nine months ended December 31, 2016 respectively and ₹ 4.83 crore for the year ended March 31, 2017).
- 3 The financial results for the quarter and nine months ended December 31, 2017 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.
- 4 "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 PSL certificates.
- 5 During the quarter ended December 31, 2017, the Bank has raised ₹ 300 crore of Tier 2 Capital through an issue of Basel III compliant bonds.
- 6 During the previous years, the Bank had sold certain non-performing assets to an asset reconstruction company and opted to write off loss on such sale over a period of two years. In respect of such sale, the Bank has charged ₹1.74 crore to the Profit and Loss Account for the quarter ended December 31, 2017 and ₹ 5.21 crore for the nine months ended December 31, 2017 (₹ 3.68 crore to the Profit and Loss Account for the quarter ended December 31, 2016 and ₹11.02 crore for the nine months ended December 31, 2016) and unamortised balance carried forward as at December 31, 2017 is Nil (₹ 6.94 crore as at December 31, 2016).
- 7 During the quarter and nine months ended December 31, 2017, the Bank allotted 129,150 and 767,140 equity shares respectively (309,575 and 608,030 equity shares in the quarter and nine months ended December 31, 2016 respectively) pursuant to the exercise of stock options by employees.
- 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.dcbbank.com/cms/showpage/page/disclosures>. These disclosures have not been reviewed by the Statutory Auditors.
- 9 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 17, 2018

