

Ref. No.CO:CS:HVB:2017-18:108

July 15, 2017

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
Quarter ended June 30, 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 quarter ended June 30, 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 July 15, 2017 for the quarter ended June 30, 2017 by the Statutory Auditors M/s. Deloitte, Haskins & Sells, Chartered Accountants (Registration No. 117365W).

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,

For DCB Bank Limited

H. V. Barve
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 ended June 30, 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 set out in paragraph 4 below.

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.

2. 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.
3. Based on our review of the unaudited financial results for the quarter ended June 30, 2017 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 the financial results for the quarter ended June 30, 2017 contain any material misstatement or have 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.



**Deloitte
Haskins & Sells**

4. The "Pillar 3 disclosures, the leverage ratio and the liquidity coverage ratio under Basel III Capital Regulation" as set out in Note 8 of the accompanying Statement have not been subjected to our review.

For DELOITTE HASKINS & SELLS

Chartered Accountants

(Firm's Registration No. 117365W)



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

Kalpesh J. Mehta

Partner

(Membership No. 48791)

MUMBAI, July 15, 2017

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 ENDED JUNE 30, 2017

Sr. No.	Particulars	Quarter ended			Year ended
		30.06.2017	31.03.2017	30.06.2016	31.03.2017
		(Unaudited)	(Audited) (Refer Note 9)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	566.04	549.05	470.62	2,076.15
a.	Interest / Discount on advances / bills	450.62	431.84	385.12	1,647.95
b.	Income on Investments	105.31	110.06	77.60	393.52
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	4.12	1.14	1.73	5.78
d.	Others (Refer Note 3)	5.99	6.01	6.17	28.90
2	Other Income (Refer Note 5)	85.76	63.59	60.13	249.45
3	Total Income (1+2)	651.80	612.64	530.75	2,325.60
4	Interest Expended	332.88	328.79	293.59	1,279.06
5	Operating Expenses (i+ii+iii)	182.51	168.51	144.43	628.33
i.	Employees cost	90.47	81.52	72.68	308.02
ii.	Rent, Taxes and Lighting	20.12	17.72	14.84	65.83
iii.	Other Operating Expenses	71.92	69.27	56.91	254.48
6	Total Expenditure (4+5) (excluding provisions and contingencies)	515.39	497.30	438.02	1,907.39
7	Operating Profit before Provisions and Contingencies (3-6)	136.41	115.34	92.73	418.21
8	Provisions (Other than tax) and Contingencies	35.50	33.93	20.53	111.49
9	Exceptional Items	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	100.91	81.41	72.20	306.72
11	Tax expense	35.69	28.55	25.17	107.04
12	Net Profit from Ordinary Activities after tax (10-11)	65.22	52.86	47.03	199.68
13	Extraordinary Items (Net of tax expenses)	-	-	-	-
14	Net Profit for the period (12-13)	65.22	52.86	47.03	199.68
15	Paid-up Equity Share Capital (Face value ₹ 10/-) (Refer Note 2)	307.54	285.36	284.64	285.36
16	Reserves excluding Revaluation Reserves	-	-	-	1,661.43
17	Analytical Ratios				
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	15.25	13.76	13.15	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)	(Annual)
	(i) Basic (₹)	2.17	1.85	1.65	7.01
	(ii) Diluted (₹)	2.12	1.82	1.63	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)	(Annual)
	(i) Basic (₹)	2.17	1.85	1.65	7.01
	(ii) Diluted (₹)	2.12	1.82	1.63	6.87
iv.	NPA Ratios				
	(a) Amount of Gross non-performing assets	285.26	254.20	231.26	254.20
	(b) Amount of Net non-performing assets	149.11	124.41	115.71	124.41
	(c) % of Gross NPAs to Gross Advances	1.74	1.59	1.72	1.59
	(d) % of Net NPAs to Net Advances	0.92	0.79	0.87	0.79
v.	Return on Assets (%) (Annualised)	1.06	0.90	0.99	0.93



SEGMENTAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

Sr. No.	Business Segment	Quarter ended			(₹ in crore)
		30.06.2017	31.03.2017	30.06.2016	Year ended 31.03.2017
		(Unaudited)	(Audited) (Refer Note 9)	(Unaudited)	(Audited)
1	Segment Revenue				
a	Treasury Operations	188.69	165.43	147.37	650.00
b	Corporate / Wholesale Banking	89.06	90.39	86.78	362.00
c	Retail Banking	509.49	508.67	432.01	1,884.32
d	Other Banking Operations	8.05	6.31	3.38	19.58
e	Unallocable	-	0.09	0.21	4.83
	Total	795.29	770.89	669.75	2,920.73
	Less:- Inter Segment Revenue	143.49	158.25	139.00	595.13
	Income from Operations	651.80	612.64	530.75	2,325.60
2	Segment Results				
a	Treasury Operations	27.87	6.38	17.03	56.88
b	Corporate / Wholesale Banking	13.56	2.46	10.06	36.91
c	Retail Banking	56.66	70.98	46.09	207.25
d	Other Banking Operations	7.40	5.79	2.68	17.24
e	Unallocable	(4.58)	(4.20)	(3.66)	(11.56)
	Total Profit before Tax	100.91	81.41	72.20	306.72
3	Segment Assets				
a	Treasury Operations	7,135.84	7,384.00	5,641.14	7,384.00
b	Corporate / Wholesale Banking	3,420.51	3,479.48	3,144.11	3,479.48
c	Retail Banking	13,620.38	13,016.42	10,691.52	13,016.42
d	Other Banking Operations	0.09	0.13	0.23	0.13
e	Unallocable	168.23	166.35	123.24	166.35
	Total Segment Assets	24,345.05	24,046.38	19,600.24	24,046.38
4	Segment Liabilities				
a	Treasury Operations	4,650.19	4,804.97	3,462.17	4,804.97
b	Corporate / Wholesale Banking	1,107.34	1,088.51	947.06	1,088.51
c	Retail Banking	15,955.27	15,939.95	13,342.88	15,939.95
d	Other Banking Operations	0.06	1.21	2.29	1.21
e	Unallocable	7.28	6.86	5.60	6.86
	Total Segment Liabilities	21,720.14	21,841.50	17,760.00	21,841.50
5	Capital Employed (Segment Assets - Segment Liabilities)				
a	Treasury Operations	2,485.65	2,579.03	2,178.97	2,579.03
b	Corporate / Wholesale Banking	2,313.17	2,390.97	2,197.05	2,390.97
c	Retail Banking	(2,334.89)	(2,923.53)	(2,651.36)	(2,923.53)
d	Other Banking Operations	0.03	(1.08)	(2.06)	(1.08)
e	Unallocable	160.95	159.49	117.64	159.49
	Total Capital Employed	2,624.91	2,204.88	1,840.24	2,204.88

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 ended June 30, 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. An unqualified report has been issued by them thereon.
- 2 During the quarter ended June 30, 2017, the Bank issued 21,770,000 shares through Qualified Institutional Placement ('QIP') at ₹174.00 per share amounting to ₹ 378.80 crore. This resulted in an increase of ₹ 21.77 crore in Share Capital and ₹ 349.17 crore (net of issue cost) in Securities Premium Account.
- 3 "Interest earned-Others" includes interest on income tax refunds Nil for the quarter ended June 30, 2017 (₹ 0.21 crore for the quarter ended June 30, 2016 and ₹4.83 crore for the year ended March 31,2017).
- 4 The financial results for the quarter ended June 30, 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.
- 5 "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.
- 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 June 30, 2017 (₹ 3.68 crore to the Profit and Loss Account for the quarter ended June 30, 2016) and unamortised balance carried forward as at June 30, 2017 is ₹ 3.47 crore (₹ 14.30 crore as at June 30, 2016).
- 7 During the quarter ended June 30, 2017, the Bank allotted 407,305 equity shares (204,375 shares in the quarter ended June 30, 2016) 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 The figures for the quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2017 and the unaudited published year to date figures up to December 31, 2016 which were subjected to Limited Review.
- 10 The dividend of ₹18.49 crore (including Dividend Distribution Tax) for the year ended March 31, 2017 was approved in the Annual General Meeting held on June 1, 2017 and has been provided and paid during the quarter ended June 30, 2017.
- 11 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 : July 15, 2017

