

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, 2018

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		(in crore)
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	777.30	735.66	610.78	2,214.39	1,763.79	2,412.99
a.	Interest / Discount on advances / bills	628.35	591.69	495.85	1,786.55	1,415.41	1,940.27
b.	Income on Investments	134.72	134.12	105.30	387.59	313.87	420.79
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	7.00	3.50	3.63	20.34	9.22	18.03
d.	Others	7.23	6.35	6.00	19.91	25.29	33.90
2	Other Income (Refer Note 3)	94.48	73.49	74.94	250.80	225.41	310.27
3	Total Income (1+2)	871.78	809.15	685.72	2,465.19	1,989.20	2,723.26
4	Interest Expended	483.69	453.82	360.32	1,365.97	1,032.06	1,417.56
5	Operating Expenses (i+ii+iii)	214.31	209.21	202.86	637.90	573.75	780.73
i.	Employees cost	110.29	110.18	97.01	329.12	279.57	381.23
ii.	Rent, Taxes and Lighting	21.04	22.18	19.81	64.09	60.57	81.02
iii.	Other Operating Expenses (Refer note 5)	82.98	76.85	86.04	244.69	233.61	318.48
6	Total Expenditure (4+5)	698.00	663.03	563.18	2,003.87	1,605.81	2,198.29
7	Operating Profit before Provisions and Contingencies (3-6)	173.78	146.12	122.54	461.32	383.39	524.97
8	Provisions (Other than tax) and Contingencies	40.14	31.90	34.25	105.28	99.99	138.80
9	Exceptional Items	-	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	133.64	114.22	88.29	356.04	283.40	386.17
11	Tax expense	47.54	40.78	31.28	127.00	102.27	140.83
12	Net Profit from Ordinary Activities after tax (10-11)	86.10	73.44	57.01	229.04	181.13	245.34
13	Extraordinary Items (Net of tax expenses)	-	-	-	-	-	-
14	Net Profit for the period (12-13)	86.10	73.44	57.01	229.04	181.13	245.34
15	Paid-up Equity Share Capital (Face value ` 10/-)	309.30	309.25	307.90	309.30	307.90	308.08
16	Reserves excluding Revaluation Reserves						2,247.90
17	Analytical Ratios						
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	15.45	15.57	15.77	15.45	15.77	16.47
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)	(Annualised)
	(i) Basic (`)	2.78	2.38	1.85	7.42	5.93	8.02
	(ii) Diluted (`)	2.74	2.34	1.81	7.30	5.81	7.85
	(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)	(Annualised)
	(i) Basic (`)	2.78	2.38	1.85	7.42	5.93	8.02
	(ii) Diluted (`)	2.74	2.34	1.81	7.30	5.81	7.85
iv.	Non Performing Assets ('NPAs') Ratios						
	(a) Amount of Gross NPAs	445.12	409.98	354.46	445.12	354.46	369.03
	(b) Amount of Net NPAs	163.44	155.27	161.47	163.44	161.47	146.72
	(c) % of Gross NPAs to Gross Advances	1.92	1.84	1.89	1.92	1.89	1.79
	(d) % of Net NPAs to Net Advances	0.71	0.70	0.87	0.71	0.87	0.72
v.	Return on Assets (%) (Annualised)	1.03	0.92	0.86	0.95	0.95	0.94

SEGMENTAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018

(in crore)

Sr. No.	Business Segment	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a	Treasury Operations	227.09	219.15	191.27	665.17	546.71	739.81
b	Corporate / Wholesale Banking	125.42	121.85	98.31	361.25	278.69	386.06
c	Retail Banking	705.20	657.65	558.69	1,995.66	1,581.41	2,179.53
d	Other Banking Operations	7.81	7.66	7.49	24.60	22.06	30.32
e	Unallocable	(0.13)	(0.07)	(0.04)	(0.19)	6.88	9.46
	Total	1,065.39	1,006.24	855.72	3,046.49	2,435.75	3,345.18
	Less:- Inter Segment Revenue	193.61	197.09	170.00	581.30	446.55	621.92
	Income from Operations	871.78	809.15	685.72	2,465.19	1,989.20	2,723.26
2	Segment Results						
a	Treasury Operations	17.95	7.49	13.39	38.35	54.00	57.96
b	Corporate / Wholesale Banking	14.02	14.61	11.71	46.26	41.86	52.37
c	Retail Banking	99.96	90.24	60.96	264.55	174.23	257.18
d	Other Banking Operations	7.56	7.39	7.02	23.73	20.45	28.27
e	Unallocable	(5.85)	(5.51)	(4.79)	(16.85)	(7.14)	(9.61)
	Total Profit before Tax	133.64	114.22	88.29	356.04	283.40	386.17
3	Segment Assets						
a	Treasury Operations	10,422.81	9,467.20	7,570.14	10,422.81	7,570.14	8,956.38
b	Corporate / Wholesale Banking	4,238.31	4,304.64	3,954.57	4,238.31	3,954.57	4,330.39
c	Retail Banking	19,492.90	18,531.20	15,411.73	19,492.90	15,411.73	16,749.02
d	Other Banking Operations	0.07	0.07	0.04	0.07	0.04	0.12
e	Unallocable	227.69	207.11	214.82	227.69	214.82	186.18
	Total Segment Assets	34,381.78	32,510.22	27,151.30	34,381.78	27,151.30	30,222.09
4	Segment Liabilities						
a	Treasury Operations	7,654.55	7,532.81	6,246.52	7,654.55	6,246.52	7,252.93
b	Corporate / Wholesale Banking	2,360.68	2,067.89	1,150.92	2,360.68	1,150.92	1,716.79
c	Retail Banking	21,342.52	19,972.04	17,002.73	21,342.52	17,002.73	18,437.51
d	Other Banking Operations	1.01	0.87	0.65	1.01	0.65	1.21
e	Unallocable	5.94	5.94	7.89	5.94	7.89	5.82
	Total Segment Liabilities	31,364.70	29,579.55	24,408.71	31,364.70	24,408.71	27,414.26
5	Capital Employed						
	(Segment Assets - Segment Liabilities)						
a	Treasury Operations	2,768.26	1,934.39	1,323.62	2,768.26	1,323.62	1,703.45
b	Corporate / Wholesale Banking	1,877.63	2,236.75	2,803.65	1,877.63	2,803.65	2,613.60
c	Retail Banking	(1,849.62)	(1,440.84)	(1,591.00)	(1,849.62)	(1,591.00)	(1,688.49)
d	Other Banking Operations	(0.94)	(0.80)	(0.61)	(0.94)	(0.61)	(1.09)
e	Unallocable	221.75	201.17	206.93	221.75	206.93	180.36
	Total Capital Employed	3,017.08	2,930.67	2,742.59	3,017.08	2,742.59	2,807.83

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, 2018 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 review report has been issued by them thereon.
- 2 The financial results for the quarter and nine months ended December 31, 2018 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, 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, 2018, the Bank allotted 51,090 and 1,215,825 equity shares respectively (129,150 and 767,140 equity shares in the quarter and nine months ended December 31, 2017, respectively) pursuant to the exercise of stock options by employees.
- 5 In line with requirements of Accounting Standard 10 - Property, Plant and Equipment, the Bank had reviewed the useful life of its fixed assets due to which depreciation charge for the quarter and the nine months ended December 31, 2018 is lower by ` 4.57 crore and ` 9.15 crore respectively.
- 6 During the quarter, the Bank has reported fraud amounting to ` 12.44 crore in its loan portfolio in respect of certain borrowers. As per the RBI circular DCBR.CO.BPD.MC.No.1/12.05.001/2015-16 dated July 1, 2015, the Bank has opted to amortise entire amount due, net of recovery, over a period not exceeding four quarters commencing from the quarter in which the fraud has been detected. Unamortised balance as at December 31, 2018 stands at ` 2.87 crore.
- 7 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.dccbanc.com/cms/showpage/page/disclosures>. These disclosures have not been reviewed by the statutory auditors.
- 8 Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period.

For and on behalf of the Board of Directors

Place : Mumbai
Date : January 16, 2019

Murali M. Natrajan
MD & CEO