

DCB BANK LIMITED

CIN No.: L99999MH1995PLC089008

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

(₹ in crore)

Sr. No.	Particulars	For the quarter ended 31.03.2016	For the quarter ended 31.12.2015	For the quarter ended 31.03.2015	For the year ended 31.03.2016	For the year ended 31.03.2015
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	448.11	429.85	378.85	1,698.46	1,422.42
a.	Interest / Discount on advances / bills	362.38	347.40	298.58	1,354.11	1,098.28
b.	Income on Investments	78.01	74.99	72.95	307.77	262.06
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	1.24	0.67	1.02	3.77	5.11
d.	Others (Refer Note 3)	6.48	6.79	6.30	32.81	56.97
2	Other Income	61.45	47.20	46.27	220.46	165.72
3	Total Income (1+2)	509.56	477.05	425.12	1,918.92	1,588.14
4	Interest Expended	279.42	269.39	249.17	1,078.96	914.20
5	Operating Expenses (i+ii+iii)	133.13	123.40	107.94	490.93	396.49
i.	Employees costs	65.64	61.99	52.86	245.09	196.03
ii.	Rent, Taxes and Lighting	13.42	13.41	12.35	51.24	45.29
iii.	Other Operating Expenses	54.07	48.00	42.73	194.60	155.17
6	Total Expenditure (4+5) (excluding provisions and contingencies)	412.55	392.79	357.11	1,569.89	1,310.69
7	Operating Profit before Provisions and Contingencies (3-6)	97.01	84.26	68.01	349.03	277.45
8	Provisions (Other than tax) and Contingencies	27.25	20.96	14.32	87.91	69.42
9	Exceptional Items	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	69.76	63.30	53.69	261.12	208.03
11	Tax expense	0.23	22.10	(9.26)	66.60	16.85
12	Net Profit from Ordinary Activities after tax (10-11)	69.53	41.20	62.95	194.52	191.18
13	Extraordinary items (Net of tax expenses)	-	-	-	-	-
14	Net Profit for the period (12-13)	69.53	41.20	62.95	194.52	191.18
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	284.44	283.89	282.01	284.44	282.01
16	Reserves excluding Revaluation Reserves				1,455.98	1,251.95
17	Analytical Ratios					
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%)					
	Basel II	14.03	13.28	15.05	14.03	15.05
	Basel III	14.11	13.04	14.95	14.11	14.95
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)	(Annualised)	(Annualised)
	(i) Basic (₹)	2.45	1.45	2.23	6.86	7.21
	(ii) Diluted (₹)	2.41	1.43	2.18	6.77	7.03
	(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)	(Annualised)	(Annualised)
	(i) Basic (₹)	2.45	1.45	2.23	6.86	7.21
	(ii) Diluted (₹)	2.41	1.43	2.18	6.77	7.03
iv.	NPA Ratios					
	(a) Amount of Gross non-performing assets	197.38	234.88	186.07	197.38	186.07
	(b) Amount of Net non-performing assets	97.46	130.99	105.70	97.46	105.70
	(c) % of Gross NPAs to Gross Advances	1.51	1.98	1.76	1.51	1.76
	(d) % of Net NPAs to Net Advances	0.75	1.12	1.01	0.75	1.01
v.	Return on Assets (%) (Annualised)	1.53	0.96	1.63	1.14	1.37

DCB BANK LIMITED
SUMMARISED BALANCE SHEET

		(₹ in crore)	
		As at 31.03.2016	As at 31.03.2015
		(Audited)	(Audited)
Capital & Liabilities			
Capital		284.44	282.01
Employee Stock Options (Grants Outstanding net of deferred cost)		1.53	3.20
Reserves & Surplus		1,506.20	1,303.37
Capital and Reserves			
Deposits		1,792.17	1,588.58
Borrowings		14,925.99	12,609.13
Other liabilities and provisions		1,147.90	1,163.79
		1,252.46	770.79
Total Capital & Liabilities		19,118.52	16,132.29
Assets			
Cash and Balances with Reserve Bank of India		703.37	633.68
Balances with Banks and Money at Call and Short notice		188.20	85.47
Investments		4,333.33	3,962.17
Advances		12,921.39	10,465.06
Fixed Assets		248.02	236.68
Other Assets		724.21	749.23
Total Assets		19,118.52	16,132.29

SEGMENTAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

		(₹ in crore)				
Sr. No.	Business Segment	For the quarter ended 31.03.2016	For the quarter ended 31.12.2015	For the quarter ended 31.03.2015	For the year ended 31.03.2016	For the year ended 31.03.2015
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Segment Revenue					
a	Treasury Operations	152.99	155.37	161.22	655.92	598.54
b	Corporate / Wholesale Banking	87.60	86.62	93.28	362.19	369.74
c	Retail Banking	426.05	399.90	339.21	1,563.92	1,223.10
d	Other Banking Operations	3.16	2.31	3.23	10.94	9.90
e	Unallocable	-	-	-	5.20	35.90
	Total	669.80	644.20	596.94	2,598.17	2,237.18
	Less:- Inter Segment Revenue	160.24	167.15	171.82	679.25	649.04
	Income from Operations	509.56	477.05	425.12	1,918.92	1,588.14
2	Segment Results					
a	Treasury Operations	2.58	7.49	10.86	54.63	31.53
b	Corporate / Wholesale Banking	12.79	7.08	7.13	39.78	32.94
c	Retail Banking	55.49	50.60	36.22	166.90	109.24
d	Other Banking Operations	2.46	1.56	2.34	7.89	7.54
e	Unallocable	(3.56)	(3.43)	(2.86)	(8.08)	26.78
	Total Profit before Tax	69.76	63.30	53.69	261.12	208.03
3	Capital Employed					
	(Segment Assets - Segment Liabilities)					
a	Treasury Operations	2,149.53	2,298.93	2,439.70	2,149.53	2,439.70
b	Corporate / Wholesale Banking	2,133.45	2,289.16	2,582.20	2,133.45	2,582.20
c	Retail Banking	(2,611.20)	(2,967.58)	(3,546.81)	(2,611.20)	(3,546.81)
d	Other Banking Operations	(0.92)	(1.44)	(2.07)	(0.92)	(2.07)
e	Unallocable	121.31	101.87	115.56	121.31	115.56
	Total Capital Employed	1,792.17	1,720.94	1,588.58	1,792.17	1,588.58

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 for the year ended March 31, 2016 were audited by the Statutory Auditors of the Bank. An unqualified report has been issued by them thereon. These results have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on April 15, 2016.
- 2 The figures for the quarter ended March 31, 2016 and March 31, 2015 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the current / previous year.
- 3 "Interest earned-Others" includes interest on income tax refunds amounting to ₹ 5.20 crore for the year ended March 31, 2016 (₹ 35.90 crore for the year ended March 31, 2015).
- 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).
- 5 The working results 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 usual and necessary provisions.
- 6 The Bank has sold certain non-performing loans to an asset reconstruction company during the current as well as during the previous year. As per extant regulatory guidelines the Bank has opted to write off loss on sale of assets i.e. where sale value is lower than the net book value, over a period of two years. Amount written off and unamortised for the assets sold is set out below:-
 - i) For the assets sold during the quarter ended March 31, 2016, the Bank has charged an amount of ₹ 1.74 crore to the Profit and Loss Account for the quarter and for the year ended March 31, 2016 and balance carried over as at March 31, 2016 is ₹ 12.15 crore.
 - ii) For the assets sold during the previous year ended March 31, 2015, the Bank has charged an amount of ₹ 1.94 crore to the Profit and Loss Account for the quarter ended March 31, 2016 (₹ 7.76 for the year ended March 31, 2016) and balance carried over as at March 31, 2016 is ₹5.82 crore.
- 7 Pursuant to RBI circular DBR.BP.BC.No.31/21.04.018/2015-16 dated July 16, 2015, the Bank has, with effect from September 30, 2015, included its deposits placed with NABARD, SIDBI and NHB on account of shortfall in lending to priority sector under "Other Assets". Hitherto these were included under "Investments" and interest income thereon was included under "Interest Earned - Income on Investments". Arising out of regrouping in line with above mentioned RBI guidelines, interest income on deposit placed with NABARD, SIDBI and NHB is included under "Interest Earned - Others". Figures for the previous periods have been regrouped / reclassified to conform to current period's classification. The above change in classification did not have impact on the profit of the Bank for the quarter and year ended March 31, 2016 or the previous periods.
- 8 During the quarter ended March 31, 2016, the Bank has raised ₹ 86.60 crore of Basel III compliant Tier II Capital.
- 9 During the year ended March 31, 2016, the Bank allotted 2,423,800 shares pursuant to the exercise of stock options by certain employees. The Bank has allotted 547,610 shares during the quarter ended March 31, 2016.
- 10 The Bank provides for depreciation on revalued properties at their carrying cost inclusive of revaluation component. In past, the depreciation amount on revaluation component was recouped from Revaluation Reserve and set off against depreciation charge in the Profit and Loss Account. In accordance with Guidance Note on Accounting for Depreciation in Companies in the Context of Schedule II to the Companies Act, 2013 issued by the Institute of Chartered Accountants of India, the Bank has changed its policy to credit amount recouped from the Revaluation Reserve directly to the balance in the Profit and Loss Account. Profit before tax for the year ended March 31, 2016 is therefore lower by ₹ 2.37 crore.
- 11 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 banks are required to make certain Pillar 3 disclosures, Leverage Ratio disclosures and Liquidity Coverage Ratio disclosures respectively 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/disclosures/baseldisclosure.html>. These disclosures have not been audited by the Statutory Auditors.
- 12 Previous period / year figures have been regrouped / reclassified wherever necessary to conform to the presentation of the current period / year classification.

For and on behalf of the Board of Directors

Place : Hyderabad
Date : April 15, 2016

Murali M. Natrajan
MD & CEO