

Press Release for Immediate Circulation

DCB Bank announces First Quarter FY 2012 Results

DCB Bank declared Q1 FY 2012 Net Profit of Rs. 8.8 Cr. as compared to the Net Loss of Rs. 2.9 Cr. for Q1 FY 2011.

As compared to the position as on June 30, 2010, Deposits grew by 17% and reached Rs. 5,980.4 Cr. while Advances grew by 22% and stood at Rs. 4,234.4 Cr. as on June 30, 2011.

Capital Adequacy was at 12.92% under Basel II.

DCB Bank got Reserve Bank of India approval to open 10 new branches (6 in metro locations and 4 in Semi Urban / Rural) in May 2011

July 14, 2011, Mumbai: The Board of Directors of Development Credit Bank Ltd. (BSE: 532772; NSE: DCB) took on record the limited reviewed results for the first quarter (Q1 FY 2012) at its meeting in Mumbai on July 14, 2011.

Mr. Murali M. Natrajan, MD & CEO said, "The opportunity to grow Advances is limited in an environment when Cost of Funds continues to increase. We need to take measured steps and calibrate growth for the next few months."

Mr. Nasser Munjee, Chairman DCB stated, "We expect the first two quarters to be muted and once the interest rate situation starts to stabilize then growth momentum should be much better."

DCB Highlights:

- a) DCB reported a Net Profit of Rs. 8.8 Cr. in Q1 FY2012 as against Net Loss of Rs. 2.9 Cr. in Q1 FY2011.
- b) As on June 30, 2011, the Balance Sheet was at Rs. 7,622.0 Cr. as against Rs. 6,373.3 Cr. as on June 30, 2010, a growth rate of 20%
- c) Retail Deposits (Retail CASA and Retail Term Deposits) continued to show positive movement. Retail Deposits were at 82% of Total Deposits as on June 30, 2011 as against 80% as on June 30, 2010
- d) CASA ratio as on June 30, 2011 stands at 33.3% as against 36.0% as on June 30, 2010.
- e) Net Advances grew to Rs. 4,234.4 Cr. as on June 30, 2011 from Rs. 3,478.8 Cr. as on June 30, 2010, a growth rate of 22%
- f) Net Interest Margin stood at 3.10% for Q1 FY 2012 as against 3.12% for Q1 FY 2011.

DCB BANK

- g) Capital Adequacy Ratio (CAR) was at 12.92% as on June 30, 2011 with Tier I at 11.07% and Tier II at 1.85% under Basel II
- h) Provisions continue to decline. For Q1 FY 2012 it is substantially reduced to Rs.7.7 Cr. as against Rs.25.5 Cr. in Q1 FY 2011
- i) DCB Bank has opened its branches at Mandvi and Netrang in Gujarat. Total Branches network – 82 as well as 138 ATMs

DCB Bank Results for the Quarter ended June 30, 2011

Rs. Cr.	Q1 FY 2011-12	Q1 FY 2010-11	Q4 FY 2010-11
Interest Income	162	120	148
Interest Expense	110	77	98
Net Interest Income	52	43	50
Non Interest Income	24	30	29
Total Income	76	73	79
Operating Expenses	(59)	(51)	(57)
Operating Profit/(Loss)	17	22	22
Provisions	(8)	(25)	(11)
Net Profit After Tax	9	(3)	11

Key Balance Sheet Parameters

Rs. Cr.	June 30, 2011	June 30, 2010	March 31,2011
Total Assets	7,622	6,373	7,372
Deposits	5,980	5,115	5,610
Advances	4,234	3,479	4,282
Investments	2,427	2,006	2,295
Shareholders Equity	630	598	621
Gross NPA Ratio	5.90%	8.47%	5.85%
Net NPA Ratio	1.19%	2.52%	0.96%
Coverage Ratio	85.55%	75.19%	87.64%
CASA Ratio	33.31%	36.02%	35.21%

About DCB Bank

DCB Bank is a modern emerging new generation private sector bank with 82 branches across 10 states and 2 union territories. It is a scheduled commercial bank regulated by the Reserve Bank of India. It is professionally managed and governed. DCB Bank has contemporary technology and infrastructure including state of the art internet banking for personal as well as business banking customers.

DCB BANK

DCB Bank's business segments are Retail, micro-SMEs, SMEs, mid-Corporate, Microfinance Institutions (MFI), Agriculture, Commodities, Government, Public Sector, Indian Banks, Co-operative Banks and Non Banking Finance Companies (NBFC). DCB Bank has approximately 450,000 customers.

DCB Bank has deep roots in India since its inception in 1930s. Its promoter and promoter group the Aga Khan Fund for Economic Development (AKFED) & Platinum Jubilee Investments Ltd. holds over 23% stake. AKFED is an international development enterprise. It is dedicated to promoting entrepreneurship and building economically sound companies. AKFED operates as a network of affiliates with more than 90 separate project companies over 30,000 people. The fund is active in 16 countries in the developing world. AKFED had co-promoted HDFC in India in the late 70s.

For more details please visit www.dcbbank.com & <http://www.akdn.org/akfed>

Kindly direct your enquiries to:

Gaurav Mehta, Marketing & PR DCB Bank Cell phone: +91 9870432101 Landline: +91 22 66187000 extn: 7042 Email: gauravm@dcbbank.com	Sneha Avasthy Adfactors PR Cell phone: +91 9820883765 Landline: +91 22 2281 3565 Email: Sneha.avasthy@adfactorspr.com
---	--