

DCB BANK LIMITED
CIN-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 HALF YEAR ENDED SEPTEMBER 30, 2022

Sr. No.	Particulars	Quarter Ended			Half Year Ended		+c in crore, Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	999.99	949.27	869.27	1,949.26	1,714.77	3,512.77
a.	Interest / Discount on advances / bills	808.82	764.04	695.16	1,572.86	1,370.49	2,831.77
b.	Income on Investments	173.69	159.25	150.57	332.94	299.53	594.29
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	10.66	18.98	14.70	29.64	26.79	53.52
d.	Others	6.82	7.00	8.84	13.82	17.96	33.19
2	Other Income (Refer note 3)	99.22	92.42	97.74	191.64	218.90	452.04
3	Total Income (1+2)	1,099.21	1,041.69	967.01	2,140.90	1,933.67	3,964.81
4	Interest Expended	588.90	575.32	545.96	1,164.22	1,082.76	2,155.26
5	Operating Expenses (i+ii+iii)	327.76	300.24	245.92	628.00	473.60	1,012.57
i.	Employees cost	171.65	155.12	132.15	326.77	254.89	539.14
ii.	Rent, Taxes and Lighting	29.59	29.59	25.28	59.18	49.55	97.79
iii.	Other Operating Expenses	126.52	115.53	88.49	242.05	169.16	375.64
6	Total Expenditure (4+5)	916.66	875.56	791.88	1,792.22	1,556.36	3,167.83
7	Operating Profit before Provisions and Contingencies (3-6)	182.55	166.13	175.13	348.68	377.31	796.98
8	Provisions (Other than tax) and Contingencies	31.00	35.01	86.33	66.01	242.86	407.43
9	Exceptional Items	-	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	151.55	131.12	88.80	282.67	134.45	389.55
11	Tax expense	39.20	33.97	23.86	73.17	35.75	102.05
12	Net Profit from Ordinary Activities after tax (10-11)	112.35	97.15	64.94	209.50	98.70	287.50
13	Extraordinary Items (Net of tax expenses)	-	-	-	-	-	-
14	Net Profit for the period (12-13)	112.35	97.15	64.94	209.50	98.70	287.50
15	Paid-up Equity Share Capital (Face value c 10/-)	311.16	311.03	310.63	311.16	310.63	310.98
16	Reserves excluding Revaluation Reserves	-	-	-	-	-	3,511.20
17	Analytical Ratios						
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	17.91	18.47	19.34	17.91	19.34	18.92
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 for quarters)						
	(i) Basic (c)	3.61	3.12	2.09	6.74	3.18	9.26
	(ii) Diluted (c)	3.59	3.11	2.07	6.69	3.15	9.19
	(b) Basic and diluted EPS after Extraordinary items (Net of tax expenses) for the period and for the previous year (Not annualised for quarters)						
	(i) Basic (c)	3.61	3.12	2.09	6.74	3.18	9.26
	(ii) Diluted (c)	3.59	3.11	2.07	6.69	3.15	9.19
iv.	Non Performing Assets ('NPAs') Ratios						
	(a) Amount of Gross NPAs	1,249.19	1,288.50	1,284.93	1,249.19	1,284.93	1,289.93
	(b) Amount of Net NPAs	482.90	543.61	706.95	482.90	706.95	573.23
	(c) % of Gross NPAs to Gross Advances	3.89	4.21	4.73	3.89	4.73	4.32
	(d) % of Net NPAs to Net Advances	1.54	1.82	2.66	1.54	2.66	1.97
v.	Return on Assets (%) (Annualised)	0.97	0.86	0.63	0.92	0.49	0.70
vi.	Net Worth (Refer note 10 a)	3,761.12	3,650.74	3,427.22	3,761.12	3,427.22	3,593.50
vii.	Outstanding Redeemable Preference Shares	-	-	-	-	-	-
viii.	Capital Redemption Reserve	-	-	-	-	-	-
ix.	Debt-Equity Ratio (Refer note 10 b)	0.44	0.50	0.56	0.44	0.56	0.58
x.	Total Debt to Total Assets (Refer note 10 c)	7.51%	8.84%	9.75%	7.51%	9.75%	9.11%

**DCB BANK LIMITED
SUMMARISED BALANCE SHEET**

Particulars	+c in crore,		
	As at 30.09.2022	As at 30.09.2021	As at 31.03.2022
	(Unaudited)	(Unaudited)	(Audited)
Capital & Liabilities			
Capital	311.16	310.63	310.98
Employee Stock Options (Grants Outstanding, net of deferred cost)	2.52	0.91	1.32
Reserves & Surplus	3,915.84	3,546.31	3,736.53
Capital and Reserves	4,229.52	3,857.85	4,048.83
Deposits	36,960.11	31,769.48	34,691.69
Borrowings	3,514.87	4,042.20	4,081.84
Other Liabilities and Provisions	2,077.07	1,805.21	1,970.20
Total Capital & Liabilities	46,781.57	41,474.74	44,792.56
Assets			
Cash and Balances with Reserve Bank of India	2,106.03	1,440.24	1,577.50
Balances with Banks and Money at Call and Short notice	228.28	2,398.92	2,513.26
Investments	10,473.37	8,626.11	9,050.65
Advances	31,291.37	26,537.33	29,095.78
Fixed Assets	679.92	572.44	661.18
Other Assets	2,002.60	1,899.70	1,894.19
Total Assets	46,781.57	41,474.74	44,792.56

**DCB BANK LIMITED
CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022**

Particulars	+c in crore,		
	Half year ended		Year ended
	30.09.2022	30.09.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Audited)
Cash Flow from Operating Activities			
Net Profit after tax for the year / period	209.50	98.70	287.50
Add: Provision for income tax	73.17	35.75	102.05
Profit before taxes	282.67	134.45	389.55
Adjustments for:			
Provisions for Advances	89.68	163.56	307.88
Provisions for Restructured Advances	(1.32)	15.49	17.19
Provision for Investments	1.05	7.98	6.79
Provision for Standard Assets *	(29.06)	60.40	86.45
Provision for Other Assets and Contingencies	0.29	(0.03)	1.24
Depreciation / Amortisation on Fixed Assets	36.52	29.84	63.71
Loss on Sale of Fixed Assets	0.25	0.34	0.23
Amortisation of Premium on Held-to-Maturity (HTM) Investment	37.24	29.83	62.77
Amortisation of Premium on Acquired Assets	0.13	0.21	0.35
ESOP Compensation	1.27	-	0.41
Cash Flow from Operating Activities before adjustments	418.72	442.07	936.57
Adjustments for:			
Other Adjustments			
Increase/(Decrease) in Deposits	2,268.42	2,065.61	4,987.82
Increase/(Decrease) in Other Liabilities & Provisions	135.86	87.34	226.29
(Increase)/Decrease in Investments	(1,461.00)	(250.23)	(706.52)
(Increase)/Decrease in Advances	(2,284.08)	(757.35)	(3,684.01)
(Increase)/Decrease in Other Assets	(105.49)	(237.01)	26.48
Refund/(Payment) of direct taxes (Including Tax Deducted at Source)	(76.37)	(77.06)	(180.55)
Net cash generated from / (used in) operating activities	(1,103.94)	1,273.37	1,606.08
Cash Flow from / (used in) Investing Activities			
Purchase of Fixed assets	(56.23)	(34.43)	(157.48)
Proceeds from sale of Fixed Assets	0.71	0.32	0.86
Net Cash Flow from / (used in) Investing activities	(55.52)	(34.11)	(156.62)
Cash Flow from / (used in) Financing Activities			
Proceeds from Issue of Capital (including ESOPs)	1.09	0.61	2.37
Repayment of Subordinated Debt	-	-	(236.60)
Proceeds from Borrowings	794.57	860.00	2,374.99
Repayment of Borrowings	(1,361.55)	(1,300.05)	(2,538.80)
Dividend and Dividend Tax Paid	(31.10)	-	-
Net Cash Flow from / (used in) Financing activities	(596.99)	(439.44)	(398.04)
Net increase/ (decrease) in cash and cash equivalents	(1,756.45)	799.82	1,051.42
Cash and cash equivalents at the beginning of the period	4,090.76	3,039.34	3,039.34
Cash and cash equivalents at the end of the period	2,334.31	3,839.16	4,090.76

*Includes provision for standard restructured accounts

SEGMENTAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2022

+c in crore,

Sr. No.	Business Segment	Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a	Treasury Operations	254.93	239.80	213.91	494.73	484.67	918.40
b	Corporate / Wholesale Banking	96.34	94.57	86.54	190.91	176.10	350.14
c	Retail Banking	931.03	854.74	805.80	1,785.77	1,544.44	3,247.05
d	Other Banking Operations	13.54	11.87	12.91	25.41	22.41	46.00
e	Unallocable	(0.26)	0.01	(0.12)	(0.25)	(0.35)	(0.24)
	Total	1,295.58	1,200.99	1,119.04	2,496.57	2,227.27	4,561.35
	Less:- Inter Segment Revenue	196.37	159.30	152.03	355.67	293.60	596.54
	Income from Operations	1,099.21	1,041.69	967.01	2,140.90	1,933.67	3,964.81
2	Segment Results						
a	Treasury Operations	15.48	21.09	9.90	36.57	81.53	112.69
b	Corporate / Wholesale Banking	(2.66)	5.77	(0.11)	3.11	14.42	4.56
c	Retail Banking	130.20	97.07	70.15	227.27	24.18	242.56
d	Other Banking Operations	13.11	11.16	12.21	24.27	21.20	43.63
e	Unallocable	(4.58)	(3.97)	(3.35)	(8.55)	(6.88)	(13.89)
	Total Profit before Tax	151.55	131.12	88.80	282.67	134.45	389.55
3	Segment Assets						
a	Treasury Operations	13,784.78	13,749.51	13,443.56	13,784.78	13,443.56	14,045.37
b	Corporate / Wholesale Banking	4,291.91	4,022.11	3,743.19	4,291.91	3,743.19	3,797.23
c	Retail Banking	28,246.03	27,020.74	23,926.08	28,246.03	23,926.08	26,493.55
d	Other Banking Operations	-	-	-	-	-	-
e	Unallocable	458.85	428.72	361.91	458.85	361.91	456.41
	Total Segment Assets	46,781.57	45,221.08	41,474.74	46,781.57	41,474.74	44,792.56
4	Segment Liabilities						
a	Treasury Operations	7,352.00	7,310.80	6,796.47	7,352.00	6,796.47	7,577.58
b	Corporate / Wholesale Banking	3,241.65	3,231.47	2,700.01	3,241.65	2,700.01	2,811.62
c	Retail Banking	31,957.05	30,561.92	28,118.65	31,957.05	28,118.65	30,352.70
d	Other Banking Operations	-	-	0.51	-	0.51	0.69
e	Unallocable	1.35	1.14	1.25	1.35	1.25	1.14
	Total Segment Liabilities	42,552.05	41,105.33	37,616.89	42,552.05	37,616.89	40,743.73
5	Capital Employed (Segment Assets - Segment Liabilities)						
a	Treasury Operations	6,432.78	6,438.71	6,647.09	6,432.78	6,647.09	6,515.37
b	Corporate / Wholesale Banking	1,050.26	790.64	1,043.18	1,050.26	1,043.18	985.61
c	Retail Banking	(3,711.02)	(3,541.18)	(4,192.57)	(3,711.02)	(4,192.57)	(3,906.73)
d	Other Banking Operations	-	-	(0.51)	-	(0.51)	(0.69)
e	Unallocable	457.50	427.58	360.66	457.50	360.66	455.27
	Total Capital Employed	4,229.52	4,115.75	3,857.85	4,229.52	3,857.85	4,048.83

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 financial results for the quarter and half year ended September 30, 2022 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on November 5, 2022. These results have been subject to limited review by the Joint Statutory Auditors (S.R. Batliboi & Associates LLP and M/s. Sundaram and Srinivasan) of the Bank and an unmodified review report has been issued thereon.
2. The financial results for the quarter and half year ended September 30, 2022 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.
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), profit / loss on revaluation of investment (net) and income from sale of Priority Sector Lending Certificates.
4. During the quarter ended and half year September 30, 2022, the Bank allotted 1,27,800 shares and 1,83,150 shares respectively pursuant to the exercise of stock options by certain employees.
5. The Reserve Bank of India, vide its clarification dated August 30, 2021 on Guidelines on Compensation of Whole Time Directors / Chief Executive Officers / Material Risk Takers and Control Function Staff, advised Banks that the fair value of share-linked instruments on the date of grant should be recognized as an expense for all instruments granted after the accounting period ending March 31, 2021. Accordingly, the Bank has valued its stock options granted after March 31, 2021 using the fair value method under its Employee' Stock Options Plan. The fair value of such stock options is estimated on the date of grant using Black-Scholes model and is recognized as employee cost over their vesting period. As a result, 'Employees cost' for the quarter and half year ended September 30, 2022 is higher by ₹ 0.80 crores and ₹ 1.27 crores respectively, with a consequent reduction in the profit before tax by the same amount.
6. Details of loans transferred / acquired during the quarter ended September 30, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
 - (i). The Bank has not transferred any non-performing assets (NPAs).
 - (ii). The Bank has not transferred any Special Mention Account (SMA) and loan not in default.
 - (iii). Details of loans not in default acquired through assignment are given below:

Aggregate amount of loans acquired (₹ in crore) ¹	648.08
Weighted average residual maturity (in years)	6.44
Weighted average holding period by originator (in years)	1.32
Retention of beneficial economic interest by the originator	10% to 15%
Tangible security coverage ²	100%

1. Includes deals amounting to Rs. 177.48 crores which are disbursed for unsecured business loans and personal loans.
2. Tangible security of secured loans acquired during the year is more than 100%. However, the same is restricted to 100% coverage for the purpose of this disclosure.
The loans acquired are not rated as these are to non-corporate borrowers.
- (iv). The Bank has not acquired any stressed loans.

7. India is steadily coming out of disruptions caused by Covid-19 pandemic. The extent to which any new wave of Covid-19 will impact the Bank's operations is dependent on future developments.

Under the circumstances, as at September 30, 2022, on a prudent basis, the Bank holds a contingency provision of ₹ 58.66 crore towards possible impact of Covid-19 on standard restructured and stressed assets. As on September 30, 2022, in addition to the above, the Bank holds Floating Provision amounting to ₹ 128.95 crore, besides provisions for Standard Assets and specific Non-Performing Assets.

8. Details of resolution plan implemented under the Resolution Framework for Covid-19-related Stress as per RBI circular dated August 6, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) as at September 30, 2022 are given below :

(₹ in crore)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year ¹ (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year ²
Personal Loans	556.51	3.86	-	21.84	535.60
Corporate persons*	36.38	-	-	8.99	34.01
<i>Of which MSMEs</i>	8.90	-	-	8.90	-
<i>Others</i>	186.76	2.94	-	8.23	179.93
Total	779.65	6.80	-	39.06	749.54

¹. Represents fund based outstanding as of March 31, 2022

². Represents fund based outstanding as of September 30, 2022

9. In terms of RBI circulars DBR.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 on Basel III Capital Regulations, RBI Circular DBR.No.BP.BC.80 /21.06.201/2014-15 dated March 31, 2015 on Prudential Guidelines on Capital Adequacy and Liquidity Standards – Amendments and RBI Circular DBR.BP.BC.No. 106/21.04.098/2017-18 dated May 17, 2018 – 'Basel III Framework on Liquidity Standards – Net Stable Funding Ratio (NSFR) – Final Guidelines, banks are required to make certain Pillar 3, Leverage Ratio, Liquidity Coverage Ratio and NSFR 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.dccb.com/cms/showpage/page/disclosures>. These disclosures have not been subjected to limited review by the Joint Statutory Auditors of the Bank.
10. a) Net worth is calculated as per the Master Circular – Exposure Norms issued by the RBI.
b) Debt represents Borrowings with Residual Maturity of more than one year.
c) Total Debt represents Total Borrowings of the Bank.

11. As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17 - Segment reporting, the Reserve Bank of India has prescribed reporting of 'Digital Banking' as a sub-segment under Retail Banking. The Bank does not have a Digital Banking Unit. Considering the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (with representation of banks and RBI), reporting of Digital Banking segment will be implemented by the Bank based on the decision of the DBU Working Group.
12. Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period/year.
13. There has been no change to significant accounting policies during the quarter and half year ended September 30, 2022.

For and on behalf of the Board of Directors

Place : Mumbai
Date : November 5, 2022

Murali M. Natrajan
Managing Director & CEO