

DCB BANK LIMITED

CIN-L99999MH1995PLC089008

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(₹ in crore)						
Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	1,179.28	1,071.73	919.92	4,200.27	3,512.77
a.	Interest / Discount on advances / bills	950.23	871.73	750.37	3,394.82	2,831.77
b.	Income on Investments	196.81	181.11	148.74	707.82	590.66
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	19.61	11.21	13.54	63.50	57.15
d.	Others	12.63	7.68	7.27	34.13	33.19
2	Other Income (Refer note 4)	122.33	95.42	114.79	409.39	452.04
3	Total Income (1+2)	1,301.61	1,167.15	1,034.71	4,609.66	3,964.81
4	Interest Expended	693.33	625.72	539.45	2,483.26	2,155.26
5	Operating Expenses (i+ii+iii)	364.34	347.32	274.42	1,339.67	1,012.57
i.	Employees cost	186.52	179.60	146.27	692.90	539.14
ii.	Rent, Taxes and Lighting	32.78	31.30	23.27	123.26	97.79
iii.	Other Operating Expenses	145.04	136.42	104.88	523.51	375.64
6	Total Expenditure (4+5)	1,057.67	973.04	813.87	3,822.93	3,167.83
7	Operating Profit before Provisions and Contingencies (3-6)	243.94	194.11	220.84	786.73	796.98
8	Provisions (Other than tax) and Contingencies	52.48	40.68	67.60	159.17	407.43
9	Exceptional Items	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	191.46	153.43	153.24	627.56	389.55
11	Tax expense	49.25	39.58	39.80	162.00	102.05
12	Net Profit from Ordinary Activities after tax (10-11)	142.21	113.85	113.44	465.56	287.50
13	Extraordinary Items (Net of tax expenses)	-	-	-	-	-
14	Net Profit for the period (12-13)	142.21	113.85	113.44	465.56	287.50
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	311.50	311.21	310.98	311.50	310.98
16	Reserves excluding Revaluation Reserves	-	-	-	3,954.61	3,511.20
17	Analytical Ratios					
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	17.55	16.26	18.92	17.55	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 (₹)	4.57	3.66	3.65	14.96	9.26
	(ii) Diluted (₹)	4.52	3.62	3.63	14.79	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 (₹)	4.57	3.66	3.65	14.96	9.26
	(ii) Diluted (₹)	4.52	3.62	3.63	14.79	9.19
iv.	Non Performing Assets ('NPAs') Ratios					
	(a) Amount of Gross NPAs	1,122.84	1,223.31	1,289.93	1,122.84	1,289.93
	(b) Amount of Net NPAs	356.92	453.23	573.23	356.92	573.23
	(c) % of Gross NPAs to Gross Advances	3.19	3.62	4.32	3.19	4.32
	(d) % of Net NPAs to Net Advances	1.04	1.37	1.97	1.04	1.97
v.	Return on Assets (%) (Annualised)	1.10	0.94	1.06	0.97	0.70
vi.	Net Worth (Refer note 10 a)	4,109.21	3,874.52	3,593.50	4,109.21	3,593.50
vii.	Outstanding Redeemable Preference Shares	-	-	-	-	-
viii.	Capital Redemption Reserve	-	-	-	-	-
ix.	Debt-Equity Ratio (Refer note 10 b)	0.61	0.55	0.58	0.61	0.58
x.	Total Debt to Total Assets (Refer note 10 c)	7.86%	7.67%	9.11%	7.86%	9.11%

DCB BANK LIMITED
SUMMARISED BALANCE SHEET

(₹ in crore)

Particulars	As at 31.03.2023	As at 31.03.2022
	(Audited)	(Audited)
Capital & Liabilities		
Capital	311.50	310.98
Employee Stock Options (Grants Outstanding, net of deferred cost)	3.08	1.32
Reserves & Surplus	4,251.53	3,736.53
Capital and Reserves	4,566.11	4,048.83
Deposits	41,238.91	34,691.69
Borrowings	4,118.12	4,081.84
Other Liabilities and Provisions	2,442.73	1,970.20
Total Capital & Liabilities	52,365.87	44,792.56
Assets		
Cash and Balances with Reserve Bank of India	2,030.60	3,107.50
Balances with Banks and Money at Call and Short notice	337.82	983.26
Investments	12,582.46	9,050.65
Advances	34,380.74	29,095.78
Fixed Assets	826.27	661.18
Other Assets	2,207.98	1,894.19
Total Assets	52,365.87	44,792.56

DCB BANK LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

Particulars	(₹ in crore)	
	Year Ended	
	31.03.2023 (Audited)	31.03.2022 (Audited)
Cash Flow from Operating Activities		
Net Profit after tax for the year / period	465.56	287.50
Add: Provision for income tax	162.00	102.05
Profit before taxes	627.56	389.55
Adjustments for:		
Provisions for Advances	194.61	307.88
Provisions for Restructured Advances	(5.10)	17.19
Provision for Investments	1.41	6.79
Provision for Standard Assets *	(47.43)	86.45
Provision for Other Assets and Contingencies	12.11	1.24
Depreciation / Amortisation on Fixed Assets	77.01	63.71
Loss on Sale of Fixed Assets	0.77	0.23
Amortisation of Premium on Held-to-Maturity (HTM) Investment	75.38	62.77
Amortisation of Premium on Acquired Assets	0.86	0.35
ESOPs/CSARs Compensation	2.98	0.41
Cash Flow from Operating Activities before adjustments	940.16	936.57
Adjustments for:		
Increase/(Decrease) in Deposits	6,547.22	4,987.82
Increase/(Decrease) in Other Liabilities & Provisions	507.12	226.29
(Increase)/Decrease in Investments	(3,608.59)	(706.52)
(Increase)/Decrease in Advances	(5,475.34)	(3,684.01)
(Increase)/Decrease in Other Assets	(381.64)	26.48
Refund/(Payment) of direct taxes (Including Tax Deducted at Source)	(94.65)	(180.55)
Net cash generated from / (used in) operating activities	(1,565.72)	1,606.08
Cash Flow from / (used in) Investing Activities		
Purchase of Fixed assets	(166.51)	(157.48)
Proceeds from sale of Fixed Assets	1.75	0.86
Net Cash Flow from / (used in) Investing activities	(164.76)	(156.62)
Cash Flow from / (used in) Financing Activities		
Proceeds from Issue of Capital (including ESOPs)	2.96	2.37
Issue of Subordinated Debt	300.00	-
Repayment of Subordinated Debt	(450.00)	(236.60)
Proceeds from Borrowings	2,539.26	2,374.99
Repayment of Borrowings	(2,352.98)	(2,538.80)
Dividend Paid	(31.10)	-
Net Cash Flow from / (used in) Financing activities	8.14	(398.04)
Net increase/ (decrease) in cash and cash equivalents	(1,722.34)	1,051.42
Cash and cash equivalents at the beginning of the period	4,090.76	3,039.34
Cash and cash equivalents at the end of the period	2,368.42	4,090.76

*Includes provision for standard restructured accounts

SEGMENTAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(₹ in crore)

Sr. No.	Business Segment	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Segment Revenue					
a	Treasury Operations	277.02	266.41	214.32	1,038.16	918.40
b	Corporate / Wholesale Banking	120.58	116.68	86.96	428.17	350.14
c	Retail Banking	1,096.09	987.66	879.39	3,869.52	3,247.05
d	Other Banking Operations	19.30	13.16	12.52	57.87	46.00
e	Unallocable	2.64	-	0.10	2.39	(0.24)
	Total	1,515.63	1,383.91	1,193.29	5,396.11	4,561.35
	Less:- Inter Segment Revenue	214.02	216.76	158.58	786.45	596.54
	Income from Operations	1,301.61	1,167.15	1,034.71	4,609.66	3,964.81
2	Segment Results					
a	Treasury Operations	16.64	16.30	4.68	69.51	112.69
b	Corporate / Wholesale Banking	5.62	15.50	(29.52)	24.23	4.56
c	Retail Banking	151.81	111.04	169.53	490.12	242.56
d	Other Banking Operations	19.37	13.55	11.89	57.19	43.63
e	Unallocable	(1.98)	(2.96)	(3.34)	(13.49)	(13.89)
	Total Profit before Tax	191.46	153.43	153.24	627.56	389.55
3	Segment Assets					
a	Treasury Operations	16,173.79	15,114.63	14,045.37	16,173.79	14,045.37
b	Corporate / Wholesale Banking	4,249.14	4,586.67	3,797.23	4,249.14	3,797.23
c	Retail Banking	31,484.94	29,683.39	26,493.55	31,484.94	26,493.55
d	Other Banking Operations	-	-	-	-	-
e	Unallocable	458.00	481.00	456.41	458.00	456.41
	Total Segment Assets	52,365.87	49,865.69	44,792.56	52,365.87	44,792.56
4	Segment Liabilities					
a	Treasury Operations	8,374.71	7,756.91	7,577.58	8,374.71	7,577.58
b	Corporate / Wholesale Banking	4,039.02	3,339.46	2,811.62	4,039.02	2,811.62
c	Retail Banking	35,383.30	34,346.19	30,352.70	35,383.30	30,352.70
d	Other Banking Operations	0.01	0.01	0.69	0.01	0.69
e	Unallocable	2.72	1.17	1.14	2.72	1.14
	Total Segment Liabilities	47,799.76	45,443.74	40,743.73	47,799.76	40,743.73
5	Capital Employed					
	(Segment Assets - Segment Liabilities)					
a	Treasury Operations	7,799.08	7,357.72	6,515.37	7,799.08	6,515.37
b	Corporate / Wholesale Banking	210.12	1,247.20	985.61	210.12	985.61
c	Retail Banking	(3,898.36)	(4,662.80)	(3,906.73)	(3,898.36)	(3,906.73)
d	Other Banking Operations	(0.01)	-	(0.69)	(0.01)	(0.69)
e	Unallocable	455.28	479.83	455.27	455.28	455.27
	Total Capital Employed	4,566.11	4,421.95	4,048.83	4,566.11	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 for the year ended March 31, 2023 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on May 5, 2023. An unmodified report has been issued by the Joint Statutory Auditors (S.R. Batliboi & Associates LLP and M/s. Sundaram and Srinivasan) for the quarter and for the year ended March 31, 2023.
2. The financial results for the quarter and for the year ended March 31, 2023 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. "Interest earned- Others" includes interest on income tax refunds of ₹ 3.15 crore for the quarter and year ended March 31, 2023 (₹ Nil for the quarter and year ended March 31, 2022).
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), profit / loss on revaluation of investment (net) and income from sale of Priority Sector Lending Certificates.
5. During the quarter and for the year ended March 31, 2023, the Bank allotted 2,94,000 shares and 5,25,270 shares respectively pursuant to the exercise of stock options by certain employees.
6. Details of loans transferred / acquired during the year ended March 31, 2023 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	1,030.31
Weighted average residual maturity (in years)	5.51
Weighted average holding period by originator (in years)	1.15
Retention of beneficial economic interest by the originator	10% to 15%
Tangible security coverage (for secured loans) ²	100%

1. Includes deals amounting to ₹ 425.21 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 loan.
7. The Bank continues to monitor the developments/impact including those arising from COVID-19 pandemic.

Under the circumstances, as at March 31, 2023, on a prudent basis, the Bank holds a contingency provision of ₹ 52.12 crore towards possible impact of Covid-19 on standard restructured and stressed assets. As on March 31, 2023, in addition to the above, the Bank holds Floating Provision on advances amounting to ₹ 136.88 crore, besides provisions for Standard Assets and specific Non-Performing Assets.

8. Details of disclosure on 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 March 31, 2023 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 (i.e. September 30, 2022) (A)	Of (A), aggregate debt that slipped into NPA during the half-year ended March 31, 2023	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 (i.e. March 31, 2023)
Personal Loans	535.60	6.39	-	21.19	573.90
Corporate persons	34.01	-	-	4.70	29.31
<i>Of which MSMEs</i>	-	-	-	-	-
<i>Others</i>	179.93	3.00	-	10.16	167.73
Total	749.54	9.39	-	36.05	770.94

¹. Represents fund based outstanding as of September 30, 2022

². Represents fund based outstanding as of March 31, 2023

9. RBI guidelines on Basel III Capital Regulations require the Bank to make pillar 3 disclosures including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio disclosures are to be made 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 audit or 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. The RBI vide its circular dated April 7, 2022 on establishment of Digital Banking Units (DBUs), has prescribed reporting of Digital Banking Segment as a sub-segment of Retail Banking Segment. The Bank does not have any DBUs, hence no Digital Banking Segment disclosures have been made.
12. During the quarter and year ended March 31, 2023, the Bank has raised ₹ 300 crore of Tier 2 Capital through an issue of Basel III subordinate compliant Bonds.
13. The Board of Directors have recommended a dividend of ₹ 1.25 per share @ 12.5% for the year ended March 31, 2023 (previous year: ₹ 1 per share @ 10%) subject to approval of the members in the ensuing Annual General Meeting.
14. Figures for the quarter ended March 31, 2023 and that ended March 31, 2022 are balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the respective financial year.
15. Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period/year.

16. There has been no change to significant accounting policies during the quarter and for the year ended March 31, 2023.

For and on behalf of the Board of Directors

Satish Gundewar
Chief Financial Officer

Place : Mumbai
Date : May 5, 2023

Murali M. Natrajan
Managing Director & CEO