

DHANLAXMI BANK LIMITED
(formerly The Dhanalakshmi Bank Limited)
Registered & Corporate Office: P. B No.9, Dhanalakshmi Building
Naickanal, Thrissur - 680 001

UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2011

(Rs. in Lakhs)

Particulars	For the Quarter ended		For the Year ended
	June 30, 2011	June 30, 2010	March 31, 2011
	(Reviewed)	(Reviewed)	(Audited)
1. Interest earned (a)+(b)+(c)+(d)	31555	16798	90642
(a) Interest/discount on advances/bills	25147	12687	69910
(b) Income on investments	6310	3956	20173
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	74	155	559
(d) Others	24	-	-
2. Other income	5495	3054	14677
3.Total Income (1 + 2)	37050	19852	105319
4. Interest expended	25178	11954	64129
5. Operating expenses (a) +(b)	10402	6983	34447
(a) Employees cost	6071	4011	20146
(b) Other operating expenses	4331	2972	14301
6. Total Expenditure (4+5) (excluding provisions and contingencies)	35580	18937	98576
7. Operating Profit before provisions and contingencies (3-6)	1470	915	6743
8. Provisions (other than tax) and Contingencies	961	203	2771
9. Exceptional items	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	509	712	3972
11. Tax expense	169	109	1366
12.Net Profit (+)/Loss (-) from Ordinary Activities after tax (10-11)	340	603	2606
13. Extraordinary items (net of tax expense)	-	-	-
14.Net Profit (+)/Loss (-) for the period (12-13)	340	603	2606
15.Paid-up equity share capital (Face value Rs.10)	8514	6412	8514
16.Reserves – excluding Revaluation Reserves	74568	35904	74278
17.Analytical Ratios			
(a) Percentage of share holding of Government of India	Nil	Nil	Nil
(b) Capital Adequacy Ratio			
- Basel- I	10.18%	10.36%	10.81%
- Basel- II	11.40%	11.01%	11.80%
(c) Earnings Per Share (EPS) (in Rupees) EPS for the quarter/year (before and after extraordinary items)			
- Basic	*0.40	*0.94	3.31
- Diluted	*0.40	*0.93	3.29
(d) NPA Ratios			
- Gross NPA	6146	7566	6709
- Net NPA	2184	4036	2747
- % of Gross NPA	0.63%	1.41%	0.74%
- % of Net NPA	0.23%	0.76%	0.30%
(e) Return on Assets (average) – (Annualised)	0.09%	0.28%	0.23%

18. Public Shareholding			
- Number of shares	85136319	64115600	85135749
- Percentage of shareholding	100.00%	100.00%	100.00%
19. Promoters and promoter group shareholding			
(a) Pledged/Encumbered			
- Number of shares	Not Applicable	Not Applicable	Not Applicable
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			
- Percentage of shares (as a % of the total share capital)			
(b) Non-encumbered			
- Number of Shares	Not Applicable	Not Applicable	Not Applicable
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			
- Percentage of shares (as a % of the total share capital)			

**Not annualised*

Notes:

1. The above financial results have been approved by the Board of Directors at its meeting held on July 25, 2011. The same have been subjected to limited review by the Central Statutory Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India (RBI) and as per the requirements of the Listing Agreement with the Stock Exchanges.
2. The working results for the quarter ended June 30, 2011 have been arrived at after making provision for income tax and other usual and necessary provisions. Provisions for Non-Performing Assets, Standard Assets, Restructured Advances, Non-Performing Investments and Depreciation on Investments are made as per the guidelines issued by the RBI.
3. An amount of Rs.127.35 Lakhs, being the proportionate amount of unamortized transitional liability consequent on the reopening of the pension option and enhancement of the gratuity limit following the amendments to the Payment of Gratuity Act, 1972 has been written-off during the quarter. The balance unamortized amount carried forward is Rs.1915.86 Lakhs. In addition, a sum of Rs.38.09 Lakhs has been charged to the Profit and Loss Account towards transitional liability as per the Accounting Standard (AS) 15 "Employee Benefits", notified by the Companies (Accounting Standards) Rules, 2006 and the balance unrecognized is Rs.114.70 Lakhs for the period up to March 31, 2012.
4. The consolidated preliminary claim of Agriculture Debt Relief Scheme, 2008 of Rs.15.09 Lakhs was submitted to the RBI on January 27, 2010 and claim amount of Rs.15.09 Lakhs was received from the RBI during the year 2010-11. The Government of India had extended the period of payment of 75% overdue amount portion by 'other farmer' under the Debt Relief Scheme, 2008 up to June 30, 2010. Accordingly, additional claim amount of Rs.2.20 Lakhs pertaining to the extended period is due from the Government under the said Scheme.
5. Pursuant to the approval of the Board of Directors in October 2010, the Bank made a strategic investment into a securities trading company in February 2011, subject to regulatory approvals. The Bank has been recently designated as a 'Dominant Promoter' by National Stock Exchange in relation to the said strategic investment made by it. The Bank has therefore once again filed an application on July 20, 2011, to the RBI, requesting the latter to allow categorization of such investment as 'Held Till Maturity' (HTM). Pending such approval from RBI, diminution in the value of the investment, which is not permanent in nature, is not required to be provided for in the books of account.
6. Details of investor complaints for the quarter ended June 30, 2011: Beginning - Nil; Received - Nil; Disposed off - Nil; Closing - Nil.
7. The figures for the previous period/year have been regrouped wherever necessary to conform to the current period's classification.

Segmental Results

Part A: Business Segments

(Rs. in Lakhs)

Particulars	For the Quarter ended		For the Year ended
	June 30, 2011	June 30, 2010	March 31, 2011
	(Reviewed)	(Reviewed)	(Audited)
1. Segment Revenue			
(a) Treasury	7299	4473	22265
(b) Retail Banking	17203	4005	44301
(c) Corporate/Wholesale Banking	12346	11361	38700
(d) Other Banking Operations	-	-	-
(e) Unallocated	202	13	53
Total	37050	19852	105319
Less: Inter Segment Revenue	-	-	-
Income from Operations	37050	19852	105319
2. Segment Results (Profit (+)/Loss (-) before tax and after interest from each segment)			
(a) Treasury	168	663	1534
(b) Retail Banking	865	344	3573
(c) Corporate/Wholesale Banking	516	619	2582
(d) Other Banking Operations	-	-	-
(e) Unallocated	-	-	-
Total	1549	1626	7689
Less : (a) Interest	-	-	-
(b) Other Un-allocable expenditure net-off	1040	914	3717
(c) Un-allocable income	-	-	-
Profit Before Tax	509	712	3972
3. Capital Employed			
(a) Treasury	16789	20381	22944
(b) Retail Banking	35627	4236	29312
(c) Corporate/Wholesale Banking	25799	12426	25994
(d) Other Banking Operations	-	-	-
(e) Unallocated	6512	7564	6214
Total	84727	44607	84464

"Business Segments have been identified and reported taking into account, the target customer profile, the nature of products and services, the differing risks and returns, the organization structure, the internal business reporting system and the guidelines prescribed by the Reserve Bank of India."

Part B: Geographical segments

The Bank is having domestic operations only, hence, no reporting is necessary under this segment.

By order of the Board

Sd/-

Amitabh Chaturvedi

(Managing Director & CEO)

Mumbai,
July 25, 2011