



SH: 78 / 2018-19

August 06, 2018

The General Manager, Department of Corporate Services, BSE Limited I Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street Fort, Mumbai – 400 001	The Manager, Listing Department, National Stock Exchange of India Limited 'Exchange Plaza', Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051
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Dear Sir,

Sub: Compliance of Reg.33 of SEBI (LODR) Regulations, 2015

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the unaudited financial results for the quarter ended June 30, 2018 along with the Limited Review Report on the same. The results/report was taken on record by the Board of Directors at its meeting held on August 06, 2018.

The Board meeting concluded at 7.00 P.M.

Kindly take the same on record.

Thanking you,

Yours faithfully,

Santosh Kumar Barik
Company Secretary

DhanlaxmiBank

DHANLAXMI BANK LIMITED.

Registered & Corporate Office: P. B No.9, Dhanalakshmi Buildings,

Naickanal, Thrissur – 680 001

CIN: L65191KL1927PLC000307

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
	Unaudited	#Audited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	23992	24644	25930	101332
(a) Interest/discount on advances/bills	15552	16377	18188	69222
(b) Income on investments	7728	7589	6969	29243
(c) Interest on balances with Reserve Bank of India and other interbank funds	244	228	322	1061
(d) Others	467	450	451	1806
2. Other income	1645	2970	2795	10247
3. Total Income (1 + 2)	25636	27614	28725	111579
4. Interest expended	15878	16072	17389	66752
5. Operating expenses (a) + (b)	7757	5246	8673	30209
(a) Employees cost	4286	2356	4970	16358
(b) Other operating expenses	3470	2890	3703	13851
6. Total Expenditure (4+5) (excluding provisions and contingencies)	23634	21318	26062	96961
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	2002	6296	2663	14618
8. Provisions (other than tax) and Contingencies	6501	8012	1866	17105
9. Exceptional items	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	(4499)	(1716)	797	(2487)
11. Tax expense	-	-	-	-
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	(4499)	(1716)	797	(2487)
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	(4499)	(1716)	797	(2487)
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	25301	25301
16. Reserves excluding Revaluation Reserves(as per balance sheet of previous accounting year)				35623
17. Analytical Ratios				
(i) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil

(ii) Capital Adequacy Ratio as per Basel III	13.07%	13.87%	12.01%	13.87%
(iii) Earnings Per Share(EPS) in Rupees				
-Basic EPS (Before and after Extra ordinary items)	(1.78)*	(0.68)*	0.38*	(0.98)
-Diluted EPS (Before and after Extra ordinary items)	(1.78)*	(0.68)*	0.38*	(0.98)
(iv) NPA Ratios				
- Gross NPA	53105	46930	35413	46930
- Net NPA	21284	19465	19312	19465
- % of Gross NPA	8.94%	7.35%	5.62%	7.35%
- % of Net NPA	3.79%	3.19%	3.15%	3.19%
(v) Return on Assets (average) – (Annualized)	(1.50%)	(0.20%)	0.26%	(0.20%)

*Not Annualized

refer Note 12

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
	Unaudited	#Audited	Unaudited	Audited
1. Segment Revenue				
(a) Treasury	8057	7990	8248	31916
(b) Retail Banking	8903	10622	8860	36426
(c) Corporate/ Wholesale Banking	8676	9002	11618	43237
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total Revenue	25636	27614	28726	111579
Less: Inter-Segment Revenue	-	-	-	-
Income from Operations	25636	27614	28726	111579
2. Segment Results(Net of Provisions)				
(a) Treasury	1273	1856	1408	4949
(b) Retail Banking	837	2681	1081	6742
(c) Corporate/ Wholesale Banking	(108)	1758	174	2927
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	2002	6295	2663	14618
Less : (i) Interest	-	-	-	-
(ii) Other Un-allocable Expenditure net-off	6501	8011	1866	17105
(iii) Un-allocable income	-	-	-	-
Profit (+)/Loss(-) before tax	(4499)	(1716)	797	(2487)
3. Segment Assets				
(a) Treasury	515956	492598	485743	492598
(b) Retail Banking	326541	309365	295528	309365
(c) Corporate/ Wholesale Banking	355600	420098	434712	420098
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	6610	6586	6515	6586
Total	1204707	1228647	1222498	1228647
4. Segment Liabilities				
(a) Treasury	483121	459972	453913	459972
(b) Retail Banking	311802	294210	279386	294210
(c) Corporate/ Wholesale Banking	339337	399518	410967	399518

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(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	1134260	1153700	1144266	1153700
5. Capital Employed (Segment Assets- Segment Liabilities)				
(a) Treasury	32835	32626	31830	32626
(b) Retail Banking	14739	15155	16142	15155
(c) Corporate/ Wholesale Banking	16263	20580	23745	20580
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	6610	6586	6515	6586
Total	70447	74947	78232	74947

Refer Note No.12

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 Reserve Bank of India.

Part B: Geographical segments

The Bank has only the domestic geographic segment.

Notes

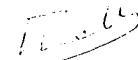
1. The above unaudited financial results for the quarter ended 30th June 2018 were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on Aug 06, 2018. These Results have been subjected to "Limited Review" by the Statutory Auditors of the Bank and an unqualified report has been issued by them.
2. The working results for the quarter ended 30th June, 2018 have been arrived at after making provision for tax, if any, and other usual and necessary provisions, provisions for Non-Performing Assets, Standard Assets, restructured advances, exposures to entities with un-hedged foreign currency exposure, additional provision for stressed sectors, Non-Performing Investments and Depreciation on Investments as per the guidelines and prudential norms issued by the Reserve Bank of India.
3. The Bank has followed the same significant accounting policies in the preparation of quarterly financial results as those followed in the annual financial statements for the year ended 31st March 2018.
4. In terms of RBI circular no. FMRD.DIRD.10/14.03.002/2015-16 dated 19th May, 2016, repo and reverse repo transactions with RBI under LAF/MSF are accounted for as borrowing and lending respectively as against the earlier practice of including the same under Investments. Previous period figures have been regrouped and reclassified to conform to current period's classification. The aforesaid change has no impact on the profit /(loss) of the bank for the period presented.
5. In accordance with RBI circular DBR No BP.BC.1/21.06.201/2015-16 dated 1st July 2015 banks are required to make quarterly Pillar 3 disclosures under Basel III Capital Regulations. The Bank has made these disclosures which are available in its website at the following link:
http://www.dhanbank.com/investor_relations/inv_basel.aspx. These disclosures have not been subjected to Review by the Statutory Auditors.
6. RBI Circular DBR. No.BP.BC.113/21.04.048/2017-18 dated June 15, 2018 grants banks an option to spread the provisioning for mark to market losses on investments held in AFS and HFT for the quarter ended June 30, 2018. The circular states that the provisioning for the quarter may be spread equally over up to four quarters, commencing with the quarter ended June 30, 2018. The Bank has not availed this option and recognized the entire mark to market loss on investments of Rs.2038 lakh in this quarter itself.
7. The existing Deferred Tax Assets (DTA) of Rs.3706 lakh was reviewed and a conservative view has been taken to retain the same.

The image shows a circular stamp of the Statutory Auditor, Dhan Bank, with a handwritten signature in the center. The stamp contains the text 'Dhan Bank' and 'Statutory Auditor'.

8. Other Income includes fees earned from services to customers commission from non-fund based banking activities earnings from foreign exchange transactions selling of third party products profit /loss on sale of investments (Net) and recoveries from written off accounts.
9. Investor complaints – Pending at the beginning of the quarter – Nil
Received during the quarter – Nil
Disposed during the quarter – Nil
Unresolved at the end of quarter – Nil
10. Provision coverage ratio as on 30-06-2018 is 79.45 %.
11. Figures for the last quarter in each of the years are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to the end of the third quarter of the respective financial year which was subjected to limited review.
12. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

Place: Thrissur
Date: 06th August, 2018


By Order of the Board


(T. Latha)

Managing Director & CEO
(DIN: 07491803)



For SRIDHAR & Co.
(FRN - 003978S)
Chartered Accountants


CA. I. JAYASINDHU
Partner (M No 205660)



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS.

TO THE BOARD OF DIRECTORS OF DHANLAXMI BANK LIMITED

1. We have reviewed the accompanying statement of Unaudited Financial Results of Dhanlaxmi Bank Limited ("Bank") for the quarter ended 30th June 2018("the Statement"), excluding the "Pillar 3 disclosures", "Leverage ratio" and Liquidity coverage ratio" under Basel III Capital Regulations disclosed on the Bank's website and in respect of which a link has been provided in the Statement, being prepared and submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements)Regulation,2015, except for the matters set out in Para 6 below. Attention is drawn to the fact that the figures for the quarter ended 31st March 2018 as reported in this Financial Results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the previous financial year. The figures upto the end of the third quarter of the previous financial year had only been reviewed and not subjected to audit.
2. This Statement which is the responsibility of the Bank's Management and approved by the Board of Directors has been prepared in accordance with the accounting principles generally accepted in India along with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), Prescribed under section 133 of Companies Act 2013 read with relevant Rules issued there under in so far as they apply to Banking Companies and Circulars issued by (RBI) from time to time. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE)2410,'Review of Interim Financial Information performed by the Independent Auditor of the Entity' specified under section 143(10) of the Companies Act, 2013. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited primarily to inquiries of Bank's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. In the conduct of our review, we have relied on the reports, explanation and information collated by the Head Office of the Bank from various branches and processing centres.
5. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing

Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with relevant prudential norms prescribed by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

6. Without qualifying our conclusion, we draw attention to Note No.7 of the Statement regarding retention of Deferred Tax Asset amounting to Rs.3706 Lakhs.

Thrissur
6th August, 2018.



For SRIDHAR & CO
CHARTERED ACCOUNTANTS
(FRN : 003978S)

A handwritten signature in black ink, appearing to read "I. Jayasindhu".

CA. I. JAYASINDHU
Partner
M. No. 205660