

**REVIEWED FINANCIAL RESULTS**  
**FOR THE QUARTER /HALF YEAR ENDED 30th SEPTEMBER 2014**

(₹ in lacs)

		Quarter ended			Half Year ended		Year ended
		30.09.14 Reviewed	30.06.14 Reviewed	30.09.13 Reviewed	30.09.14 Reviewed	30.09.13 Reviewed	31.03.14 Audited
1	Interest earned (a+b+c+d)	270586	268016	245009	538602	485026	997847
	(a) Interest / discount on advances/bills	200837	199441	178989	400278	358333	735318
	(b) Income on investment	67452	68052	64420	135504	124096	255685
	(c) Interest on balances with Reserve Bank of India and other Inter Bank funds	1244	523	862	1767	1859	2646
	(d) Others	1053	0	738	1053	738	4198
2	Other income	17936	14442	14985	32378	51536	91673
3	<b>Total income (1+2)</b>	<b>288522</b>	<b>282458</b>	<b>259994</b>	<b>570980</b>	<b>536562</b>	<b>1089520</b>
4	Interest expended	208102	206820	182492	414922	362036	747339
5	Operating expenses (i)+(ii)	48538	44263	40565	92801	78966	164778
	(i) Employees Cost	29686	28962	25118	58648	49008	100501
	(ii) Other operating expenses	18852	15301	15447	34153	29958	64277
6	<b>Total expenditure (4+5)</b> (Excluding provisions and contingencies)	<b>256640</b>	<b>251083</b>	<b>223057</b>	<b>507723</b>	<b>441002</b>	<b>912117</b>
7	<b>Operating Profit (3 - 6)</b> (Profit before provisions and contingencies)	<b>31882</b>	<b>31375</b>	<b>36937</b>	<b>63257</b>	<b>95560</b>	<b>177403</b>
8	Provisions (other than tax) & Contingencies	31522	22806	33519	54328	56333	151607
9	Exceptional Items	0	0	0	0	0	0
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7- 8 - 9)	360	8569	3418	8929	39227	25796
11	Tax Expense (net)	-4798	417	-7320	-4381	9569	(29370)
12	<b>Net Profit (+)/Loss (-) from Ordinary activities after tax (10 - 11)</b>	<b>5158</b>	<b>8152</b>	<b>10738</b>	<b>13310</b>	<b>29658</b>	<b>55166</b>
13	Extraordinary Items (net of tax expense)	0	0	0	0	0	0
14	<b>Net Profit+]/Loss(-) for the period (12-13)</b>	<b>5158</b>	<b>8152</b>	<b>10738</b>	<b>13310</b>	<b>29658</b>	<b>55166</b>
15	Paid up equity share capital (Face value of ₹10/- per share)	53782	53782	35006	53782	35006	53782
16	Reserve excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)	NA	NA	NA	592583	485593	579273
i	Percentage of shares held by Govt. of India	58.01	58.01	55.24	58.01	55.24	58.01
ii	Capital Adequacy Ratio% [Basel-II] [Basel-III]	11.73 10.99	11.92 11.16	10.73 10.21	11.73 10.99	10.73 10.21	11.87 11.14
iii	Earning per share (EPS) -Not Annualised						
	a. Basic & diluted EPS before extraordinary items (net of tax expense) for the period - ₹.	0.96	1.52	3.07	2.47	8.47	14.40
	b. Basic & diluted EPS after extraordinary items net of tax expense) for the period - ₹.	0.96	1.52	3.07	2.47	8.47	14.40
iv	(a) Amount of gross Non Performing assets	386126	316923	196826	386126	196826	261603
	(b) Amount of Net Non Performing Assets	264828	217450	130859	264828	130859	181892
	(c) Percentage of gross NPAs to gross advances	5.12	4.21	3.00	5.12	3.00	3.33
	(d) Percentage of Net NPAs to Net advances	3.59	2.94	2.02	3.59	2.02	2.35





v	Return on Assets (Annualised) %	0.17	0.27	0.41	0.22	0.56	0.51
18	<b>Non Promoters Share Holding</b>						
	Number of shares (in lacs)	2258	2258	1567	2258	1567	2258
	Percentage of share holding	41.99	41.99	44.76	41.99	44.76	41.99
19	<b>Promoters &amp; promoter group Shareholding</b>						
	a) Pledged / Encumbered						
	-Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	-Percentage of shares (as a percentage of total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	-Percentage of shares (as a percentage of total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
	(b) Non-encumbered						
	- Number of Shares (in lacs)	3119	3119	1934	3119	1934	3119
	- Percentage of shares (as a percentage of total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a percentage of total share capital of the company)	58.01	58.01	55.24	58.01	55.24	58.01

(₹ in lacs)

<b>SUMMARISED BALANCE SHEET</b>			
<b>CAPITAL AND LIABILITIES</b>	<b>As at 30.09.2014 [Reviewed]</b>	<b>As at 30.09.2013 [Reviewed]</b>	<b>As at 31.03.2014 [Audited]</b>
Capital	53782	35006	53782
Reserves and surplus	673777	569553	660467
Deposits	10646065	9366881	11002769
Borrowings	278601	520797	516093
Other Liabilities and Provisions	273905	207945	253238
<b>Total</b>	<b>11926130</b>	<b>10700182</b>	<b>12486349</b>
<b>ASSETS</b>			
Cash and balance with Reserve Bank of India	555178	455355	624395
Balance with the banks and money at call and short notice	47250	21941	12877
Investments	3485380	3356199	3661207
Advances	7385499	6478518	7755378
Fixed Assets	116318	114167	114481
Other Assets	336505	274002	318011
<b>Total</b>	<b>11926130</b>	<b>10700182</b>	<b>12486349</b>





**SEGMENT WISE RESULTS**

(₹ in lacs)

Business Segments	For the Quarter Ended 30/09/14	For the Quarter Ended 30/06/14	For the Quarter Ended 30/09/13	For the Half year Ended 30/09/14	For the Half year Ended 30/09/13	For The Year Ended 31/03/14
	Reviewed					Audited
<b>Segment Revenue</b>						
(a) Treasury	73178	73548	69321	146726	157860	294596
(b) Corporate / Wholesale Banking	142676	148203	136058	290879	273668	568001
(c) Retail Banking	64766	56262	49699	121028	96694	206405
(d) Other Banking Operations	7902	4445	4916	12347	8340	20518
<b>Income from Operations</b>	<b>288522</b>	<b>282458</b>	<b>259994</b>	<b>570980</b>	<b>536562</b>	<b>1089520</b>
<b>Segment Results</b>						
(a) Treasury	-1900	7942	-10621	6042	15930	(29975)
(b) Corporate / Wholesale Banking	8498	8212	25225	16709	45162	91125
(c) Retail Banking	6215	9552	6659	15767	12869	29514
(d) Other Banking Operation	4406	3962	4435	8368	7424	18113
<b>Total</b>	<b>17219</b>	<b>29668</b>	<b>25698</b>	<b>46887</b>	<b>81385</b>	<b>108777</b>
<b>Less: Unallocated Expenses</b>	<b>16859</b>	<b>21098</b>	<b>22280</b>	<b>37958</b>	<b>42158</b>	<b>82981</b>
<b>Total Profit before Tax</b>	<b>360</b>	<b>8569</b>	<b>3418</b>	<b>8929</b>	<b>39227</b>	<b>25796</b>
<b>Tax Expense</b>	<b>-4798</b>	<b>417</b>	<b>-7320</b>	<b>-4381</b>	<b>9569</b>	<b>(29370)</b>
<b>Net Profit</b>	<b>5158</b>	<b>8152</b>	<b>10738</b>	<b>13310</b>	<b>29658</b>	<b>55166</b>
<b>Segment Assets</b>						
(a) Treasury	4110650	4136986	3881119	4110650	3881119	4346291
(b) Corporate / Wholesale Banking	5062271	5002491	4826134	5062271	4826134	5661700
(c) Retail Banking	2432246	2486291	1713093	2432246	1713093	2198810
(d) Other Banking Operation	43143	54030	65118	43143	65118	39141
(e) Unallocated Assets	277820	248430	214718	277820	214718	240407
<b>Total Assets</b>	<b>11926130</b>	<b>11928228</b>	<b>10700182</b>	<b>11926130</b>	<b>10700182</b>	<b>12486349</b>
<b>Segment Liabilities</b>						
(a) Treasury	4110650	4136986	3881119	4110650	3881119	4346291
(b) Corporate / Wholesale Banking	4757303	4671626	4501305	4757303	4501305	5274034
(c) Retail Banking	2243349	2332402	1634441	2243349	1634441	2098605
(d) Other Banking Operation	34510	2450	34143	34510	34143	1608
(e) Capital employed	727559	722401	-	727559	-	714249
(f) Unallocated Liabilities	52759	62363	649174	52759	649174	51562
<b>Total Liabilities</b>	<b>11926130</b>	<b>11928228</b>	<b>10700182</b>	<b>11926130</b>	<b>10700182</b>	<b>12486349</b>

*The Bank does not have any secondary (geographical) segment.*





## NOTES:

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 10.11.2014. The same have been reviewed by Statutory Central Auditors of the Bank, in line with the directions issued by the Reserve Bank of India and as per the requirement of listing agreement with Stock Exchanges.
2. The Financial results have been prepared following generally the same Accounting Policies as those followed in preparation of financial statements for the year ended 31st March 2014.
3. The financial results for the quarter/half year ended 30<sup>th</sup> September 2014, have been arrived at after considering Provision for Non Performing Assets, Standard Assets, Restructured Assets, and Depreciation / Provision for Investments on the basis of Prudential norms and specific guidelines issued by RBI. Provision for Taxes, Employee Benefits and Other Provisions for Contingencies have been considered on estimated basis
4. In accordance with the provisions of RBI Circular No DBOD.BP.BC.80/21.04.018.2010- 11 dated 09.02.2011:
  - a) An amount of ₹ 4 cr has been charged to Profit & Loss Account during the quarter on proportionate basis towards additional liability of ₹ 79.96 cr ( being amortised over 5 years beginning from FY 2010-11) on account of enhancement of gratuity limit under Payment of Gratuity Act, 1972. The balance of ₹ 8 cr Is being carried forward to be charged to Profit & Loss Account for future periods.
  - b) An amount of ₹ 17.70 cr has been charged to Profit & Loss Account during the quarter on proportionate basis towards additional liability of ₹ 353.92 cr (being amortised over 5 years beginning from FY 2010-11) on account of re-opening of pension option for existing employees who had not opted for pension earlier. The balance amount of ₹ 35.40 cr is being carried forward to be charged to Profit & Loss account for future periods.
5. Provision Coverage Ratio is 51.90% as on 30<sup>th</sup> September 2014.
6. The Bank received bulk Term Deposits from various Entities/Govt. Organisations between 30.01.2014 and 05.05.2014. Subsequently, Term Deposits amounting to ₹ 256.69 cr were pledged to the Bank by the same signatories to obtain overdraft facilities of ₹ 223.25 cr., present outstanding ₹191.16 cr (after considering the amount kept under lien against the recovery in these accounts). The funds were surreptitiously transferred out of the Bank, resulting in a fraud on the Bank and the concerned Entities/Govt. Organizations. The fraud is under investigation by CBI. At the request of the Bank, RBI as a special case, vide its letter no. DBOD:No.BP.2180/21.04.048/ 2014-15 dated August 7, 2014 has allowed the Bank to amortise the provisioning requirements for the aforesaid fraud equally over four quarters of the FY 2014-15. Accordingly, the Bank has made a provision of ₹ 95.58 cr upto the half year ended 30th Sept 2014 and the balance to be provided equally in subsequent two quarters. Unrealised interest of ₹ 2.37 cr in these Overdraft Accounts has not been reversed as per RBI norms to maintain the status quo as the matter is under investigation by CBI.
7. Provision for Income Tax of ₹ 63.11 cr for the Assessment Years 2007-08 and 2008-09 has been reversed during the quarter as per the ITAT orders in favour of the Bank in respect of non applicability of Section 115 JB of the Income Tax Act,1961.
8. In accordance with RBI circular No. DBOD.BP.BC.85/21.06.200/2013-14 Dated 15.01.2014 and RBI Circular No. DBOD.BP.BC.116/21.06.200/2013-14 Dated 03.06.2014, during the quarter Bank has provided estimated liability of ₹ 2.33 cr ( upto 30<sup>th</sup> September 2014 ₹ 4.00 cr) on proportionate basis during the quarter towards unhedged foreign currency exposure to its constituents .





9. In accordance with RBI circular DBOD No. BP.BC.2/21.6.201/2013-14 dated July 01, 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirements with effect from September 30, 2013. Further RBI has made certain amendments vide circular No. DBOD.BP.BC 38/21.06.201/2014-15 dated September 1, 2014, in disclosure requirements in table DF-11. The disclosures are being made available on the home page of Bank's website. These disclosures have not been subjected to audit by the Statutory Central Auditors of the Bank.
10. An adhoc provision of ₹ 24 cr towards the proposed wage revision has been made on estimated basis for the quarter ended 30<sup>th</sup> September 2014 (₹ 184 cr upto 30<sup>th</sup> Sept 2014), pending settlement between IBA and Trade Unions.
11. Position of Investors complaints for the quarter-ended 30<sup>th</sup> September 2014 is:

Beginning	Received	Resolved	Pending
Nil	09	09	NIL

Corresponding figures of earlier periods have been regrouped/ reclassified, wherever necessary to make them comparable with the period under review



( G C Garg )  
General Manager

( R K Takkar )  
Executive Director

( Trishna Guha )  
Executive Director

( Ashwani Kumar )  
Chairman & Managing Director



For M/s S N Dhawan & Co  
Chartered Accountants

[Suresh Seth]  
Partner  
Membership No. 10577  
FRN 000050N

For M/s S C Ajmera & Co  
Chartered Accountants

[S.C. Ajmera]  
Partner  
Membership No. 081396  
FRN 002908C



For M/s. Anand & Ponnappan  
Chartered Accountants

[R Ponnappan]  
Partner  
Membership No 021695  
FRN 000111S

For M/s A P A S & Co  
Chartered Accountants

[Abhishek Mahawar]  
Partner  
Membership No 078796  
FRN 000340C



Place: Mumbai  
Date: 10.11.2014



## Limited Review Report

To  
The Board of Directors  
Dena Bank  
Mumbai.

### **Introduction:**

We have reviewed the accompanying statement of unaudited financial results of Dena Bank for the quarter/half year ended 30<sup>th</sup> September 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these unaudited financial statements based on our review.

### **Scope of Review:**

We conducted our review in accordance with the Standard on Review Engagements [SRE] 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the Bank 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.

In the conduct of our Review, we have reviewed the unaudited financial results of Top 20 branches and one Branch situated at Malabar Hills Mumbai as per a special request from the Management and have relied on the review reports in respect of Non Performing Assets received from Concurrent Auditors of 106 branches and other firms of Chartered Accountants for 50 branches. These review reports cover 67.75% of the advances portfolio and 83.92% of Non Performing Assets of the Bank. We have also relied upon various returns received from the branches of the Bank.

### **Conclusion:**

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in





accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information, required to be disclosed in terms of Clause 41 of the Listing Agreement 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 the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

**Emphasis of Matter:**

We draw attention to:

- 1) Note no. 4 regarding amortization of pension and gratuity liability pursuant to the exemption granted by the Reserve Bank of India to public sector banks from application of the provisions of Accounting Standard 15 (Revised) Employee Benefits.
- 2) Note no. 6 regarding amortisation of provisioning requirements for the fraud, pursuant to permission granted by Reserve Bank of India as a special case.

Our conclusion is not qualified in respect of above matters.



For M/s S N Dhawan & Co  
Chartered Accountants

*Suresh Sethi*  
[Suresh Sethi]  
Partner  
Membership No. 10577  
FRN 000050N

For M/s S C Ajmera & Co  
Chartered Accountants

*S.C. Ajmera*  
[S.C. Ajmera]  
Partner  
Membership No. 081398  
FRN 002908C



For M/s. Anand & Ponnappan  
Chartered Accountants

*R. Ponnappan*  
[R. Ponnappan]  
Partner  
Membership No 021695  
FRN 000111S

For M/s A P A S & Co  
Chartered Accountants

*Abhishek Mahawar*  
[Abhishek Mahawar]  
Partner  
Membership No 078796  
FRN 000340C



Place: Mumbai  
Date: 10.11.2014