

SH: 72/ 2019-20

July 17, 2019

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

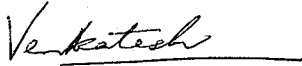
Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the unaudited financial results for the quarter ended June 30, 2019 along with the Limited Review Report on the same. The results/report was taken on record by the Board of Directors at its meeting held on July 17, 2019.

The Board approved the results at 12.15.P.M

Kindly take the same on record.

Thanking you,

Yours faithfully,



Venkatesh.H
Company Secretary & Secretary to the Board

DhanlaxmiBank

DHANLAXMI BANK LIMITED.

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

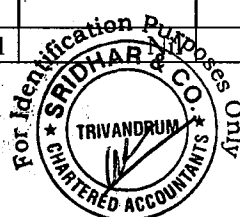
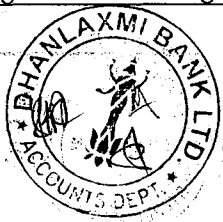
Naickanal, Thrissur – 680 001

CIN: L65191KL1927PLC000307

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2019

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
	Unaudited	Audited#	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	24043	24184	23992	97149
(a) Interest/discount on advances/bills	16528	15947	15552	63403
(b) Income on investments	7044	7477	7728	30883
(c) Interest on balances with Reserve Bank of India and other interbank funds	87	373	244	1164
(d) Others	384	387	467	1699
2. Other income	1632	2713	1645	5273
3.Total Income (1 + 2)	25675	26897	25636	102422
4. Interest expended	15034	15485	15878	62472
5. Operating expenses (a) + (b)	7730	7024	7757	30458
(a) Employees cost	4289	3295	4286	16143
(b) Other operating expenses	3441	3729	3470	14315
6. Total Expenditure (4+5) (excluding provisions and contingencies)	22764	22509	23634	92930
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	2911	4388	2002	9493
8. Provisions (other than tax) and Contingencies	927	1627	6501	8326
9. Exceptional items	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	1984	2761	(4499)	1167
11. Tax expense	-	-	-	-
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	1984	2761	(4499)	1167
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	1984	2761	(4499)	1167
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)				36844
17. Analytical Ratios				
(i) Percentage of share holding of Government of India	Nil		Nil	Nil



(ii) Capital Adequacy Ratio as per Basel III	13.85%	13.75%	13.07%	13.75%
(iii) Earnings Per Share(EPS) in Rupees				
-Basic EPS (Before and after Extra ordinary items)	0.78*	1.09*	(1.78)*	0.46
-Diluted EPS (Before and after Extra ordinary items)	0.78*	1.09*	(1.78)*	0.46
(iv) NPA Ratios				
- Gross NPA	49648	49584	53105	49584
- Net NPA	14520	15171	21284	15171
- % of Gross NPA	7.61%	7.47%	8.94%	7.47%
- % of Net NPA	2.35%	2.41%	3.79%	2.41%
(v) Return on Assets (average) – (Annualized)	0.68%	0.10%	(1.50%)	0.10%

*Not Annualized

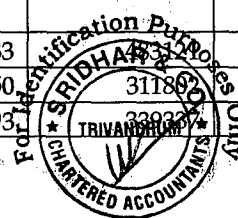
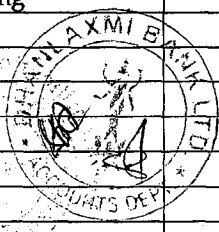
refer Note 12

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakh)

Particulars	Quarter ended			Year ended
	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
	Unaudited	Audited#	Unaudited	Audited
1. Segment Revenue				
(a) Treasury	7285	8099	8057	28842
(b) Retail Banking	8635	11046	8903	39041
(c) Corporate/ Wholesale Banking	9755	7752	8676	34539
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total Revenue	25675	26897	25636	102422
Less: Inter-Segment Revenue	-	-	-	-
Income from Operations	25675	26897	25636	102422
2. Segment Results(Net of Provisions)				
(a) Treasury	1683	3528	1273	5854
(b) Retail Banking	1255	986	837	4112
(c) Corporate/ Wholesale Banking	(27)	(125)	(108)	(473)
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	2911	4389	2002	9493
Less :(i) Interest	-	-	-	-
(ii) Other Un-allocable Expenditure net-off	927	1627	6501	8326
(iii) Un-allocable income	-	-	-	-
Profit (+)/Loss(-) before tax	1984	2762	(4499)	1167
3. Segment Assets				
(a) Treasury	435279	431489	515956	431489
(b) Retail Banking	312639	369510	326541	369510
(c) Corporate/ Wholesale Banking	414428	370398	355600	370398
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	8494	8492	6610	8492
Total	1170840	1179889	1204707	1179889
4. Segment Liabilities				
(a) Treasury	399157	401433	311862	401433
(b) Retail Banking	298242	350750	339337	350750
(c) Corporate/ Wholesale Banking	395344	351593	339337	351593



(d) Other Banking Operations	-	-	-	-
(e) Unallocated	-	-	-	-
Total	1092743	1103776	1134260	1103776
5. Capital Employed (Segment Assets-Segment Liabilities)				
(a) Treasury	36122	30056	32835	30056
(b) Retail Banking	14397	18760	14739	18760
(c) Corporate/ Wholesale Banking	19084	18805	16263	18805
(d) Other Banking Operations	-	-	-	-
(e) Unallocated	8494	8492	6610	8492
Total	78097	76113	70447	76113

Refer Note No.12

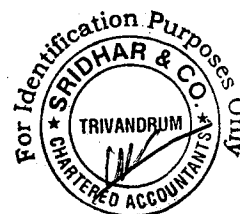
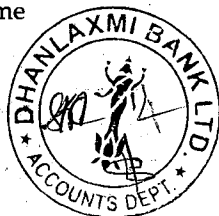
Business Segments have been identified and reported taking into account the target customer profile, the nature of products and services, the differing risks and returns, the organization structure, the internal business reporting system and the guidelines prescribed by Reserve Bank of India.

Part B: Geographical segments

The Bank has only the domestic geographic segment.

Notes

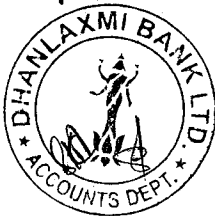
1. The above unaudited financial results for the quarter ended 30th June 2019 were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on July 17, 2019. These Results have been subjected to "Limited Review" by the Statutory Auditors of the Bank and an unqualified report has been issued by them.
2. The working results for the quarter ended 30th June, 2019 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 2019.
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.92/21.04.048/2015-16 dated April 18, 2016 grants banks an option to spread the provisioning for frauds, over a period of four quarters, provided there is no delay in reporting. Bank has exercised this option in respect of an advance with outstanding balance of Rs.34.94 crores declared as fraud during this quarter, against which provision of Rs.12.74 crores was held as at the beginning of the year. During the current quarter bank provided Rs.5.55 crores, being 1/4th of the additional provision required to be made over and above NPA provisions held. The balance Rs.16.65 crores will be spread equally over the next three quarters.
7. The existing Deferred Tax Assets (DTA) of Rs.37.06 crores was reviewed and a conservative view has been taken to retain the same



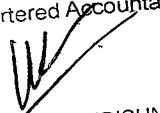
8. Other Income includes fees earned from services to customers commission from non-fund based banking activities earnings from foreign exchange transactions selling of third party products profit /loss on sale of investments (Net) and recoveries from written off accounts.
9. Investor complaints – Pending 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 30-06-2019 is 85.38 %.
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

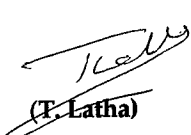
Date: 17th July, 2019



For SRIDHAR & CO.
(FRN : 003978S)
Chartered Accountants


CA. S. UNNIKRIISHNAN
Partner (M No. 218366)

By Order of the Board


(T. Latha)
Managing Director & CEO
(DIN: 07491803)





Independent Auditors' Review Report on Quarterly Unaudited Financial Results of Dhanlaxmi Bank Limited pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of The 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 2019 ("the Statement"), attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"). The disclosures relating to "Pillar 3 under Basel III Capital Regulations" and those relating to "Leverage Ratio", "Liquidity Coverage Ratio" under Capital Adequacy and Liquidity Standards issued by Reserve Bank of India ('RBI') as have been disclosed on the Bank's website and in respect of which a link has been provided in the financial results and have not been reviewed by us. Attention is drawn to the fact that the figures for the quarter ended 31st March 2019 as reported in the Statement 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 relevant financial year. The figures up to 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) as prescribed under section 133 of Companies Act 2013 read with relevant Rules issued there under in so far as they apply to Banking Companies, relevant provisions of the Banking Regulation Act, 1949, and the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) as applicable 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.37.06 crores.

Our report on the Statement is not modified in respect of the above matter.

Place : Thrissur
Date : 17th July, 2019

For Sridhar & Co
Chartered Accountants
Firm Registration Number: 003978S.



S. Unnikrishnan
Partner
Membership Number: 218366
UDIN : 19218366AAAACV1274

