

Ref. No.CO:CS:RC:2020-21:075

August 08, 2020

BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 023.

National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051

Dear Sirs,

**Re: Unaudited Financial Results (Limited Reviewed) for the
Quarter ended June 30, 2020**

BSE Scrip Code No.: 532772

NSE SYMBOL: DCBBANK

Pursuant to the disclosure requirements under Regulation 30 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we are sending herewith the following:

1. Unaudited Financial Results for the 1st quarter ended 30th June 2020, duly considered by the Audit Committee of the Board, which were approved by the Board of Directors in today's meeting which concluded at 3.00 p.m.; and
2. Limited Review Report dated August 08, 2020 for the quarter ended June 30, 2020 by the Statutory Auditors M/s. S. R. Batliboi & Associates LLP, Chartered Accountants (Registration No.101049W/E300004).

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,

For DCB Bank Limited

Rubi Chaturvedi
Company Secretary &
Compliance Officer

Encl: As above

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of DCB Bank Limited Pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
DCB Bank Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of DCB Bank Limited (the "Bank") for the quarter ended 30 June 2020 (the "Statement") attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). The disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage Ratio" and "Liquidity Coverage Ratio" as have been disclosed on the Bank's website, in respect of which a link has been provided in the aforesaid Statement have not been audited by us.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Bank's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 (AS 25) prescribed "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, the relevant guidelines issued by Reserve Bank of India (the "RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, the RBI Guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, 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 issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other matters.
5. We draw reference to note 5 of the accompanying financial results, which describes the extent to which the Covid-19 pandemic will impact the Bank's provision on assets and its future results which are dependent on uncertain future developments. Our conclusion is not modified in respect of this matter.

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

6. The comparative financial information of the Bank for the corresponding quarter ended 30 June 2019 and the financial information of the Bank for the quarter and year ended 31 March 2020 were reviewed/audited by predecessor auditor who expressed an unmodified conclusion/opinion on those financial information on 16 July 2019 and 23 May 2020 respectively.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

Sarvesh Warty

per Sarvesh Warty

Partner

Membership No.: 121411

UDIN: 20121411AAAASO5449

Place: Mumbai

Date: 08 August 2020

DCB BANK LIMITED
CIN No.: L99999MH1995PLC089008
Regd. Office: 601 & 602, 6th Floor, Tower A, Peninsula Business Park, Senapati Bapat Marg, Lower Parel, Mumbai - 400013
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(₹ in crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		(Unaudited)	(Audited) (Refer note 7)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	873.13	901.91	857.70	3,536.63
a.	Interest / Discount on advances / bills	699.74	723.03	686.29	2,843.19
b.	Income on Investments	146.44	158.64	153.74	622.79
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	17.90	11.09	9.87	37.08
d.	Others	9.05	9.15	7.80	33.57
2	Other Income (Refer note 3)	77.57	109.88	86.76	391.10
3	Total Income (1+2)	950.70	1,011.79	944.46	3,927.73
4	Interest Expended	566.40	578.20	552.95	2,271.72
5	Operating Expenses (i+ii+iii)	193.16	221.51	224.97	902.95
i.	Employees cost	108.68	112.39	116.19	458.80
ii.	Rent, Taxes and Lighting	19.40	23.12	22.30	91.92
iii.	Other Operating Expenses	65.08	86.00	86.48	352.23
6	Total Expenditure (4+5) (excluding provisions and contingencies)	759.56	799.71	777.92	3,174.67
7	Operating Profit before Provisions and Contingencies (3-6)	191.14	212.08	166.54	753.06
8	Provisions (Other than tax) and Contingencies	83.69	118.24	40.64	261.14
9	Exceptional Items	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	107.45	93.84	125.90	491.92
11	Tax expense	28.07	25.08	44.84	153.98
12	Net Profit from Ordinary Activities after tax (10-11)	79.38	68.76	81.06	337.94
13	Extraordinary Items (Net of tax expenses)	-	-	-	-
14	Net Profit for the period (12-13)	79.38	68.76	81.06	337.94
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	310.42	310.42	309.80	310.42
16	Reserves excluding Revaluation Reserves				2,873.36
17	Analytical Ratios				
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) - Basel III	17.91	17.75	16.06	17.75
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 (₹)	2.56	2.22	2.62	10.90
	(ii) Diluted (₹)	2.53	2.19	2.57	10.74
	(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 (₹)	2.56	2.22	2.62	10.90
	(ii) Diluted (₹)	2.53	2.19	2.57	10.74
iv.	Non Performing Assets ('NPAs') Ratios				
	(a) Amount of Gross NPAs	621.79	631.51	476.40	631.51
	(b) Amount of Net NPAs	248.53	293.51	195.83	293.51
	(c) % of Gross NPAs to Gross Advances	2.44	2.46	1.96	2.46
	(d) % of Net NPAs to Net Advances	0.99	1.16	0.81	1.16
v.	Return on Assets (%) (Annualised)	0.82	0.71	0.89	0.90




SEGMENTAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(₹ in crore)

Sr. No.	Business Segment	Quarter Ended			Year Ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		(Unaudited)	(Audited) (Refer note 7)	(Unaudited)	(Audited)
1	Segment Revenue				
a	Treasury Operations	247.17	256.06	244.90	994.83
b	Corporate / Wholesale Banking	101.09	117.05	132.09	500.86
c	Retail Banking	746.67	812.34	743.94	3,137.19
d	Other Banking Operations	4.98	13.24	8.30	38.77
e	Unallocable	0.07	(0.05)	(0.21)	(0.70)
	Total	1,099.98	1,198.64	1,129.02	4,670.95
	Less:- Inter Segment Revenue	149.28	186.85	184.56	743.22
	Income from Operations	950.70	1,011.79	944.46	3,927.73
2	Segment Results				
a	Treasury Operations	51.30	31.56	18.38	90.45
b	Corporate / Wholesale Banking	3.70	10.47	24.47	71.04
c	Retail Banking	51.22	42.33	81.62	312.42
d	Other Banking Operations	4.70	12.84	7.83	37.54
e	Unallocable	(3.47)	(3.36)	(6.40)	(19.53)
	Total Profit before Tax	107.45	93.84	125.90	491.92
3	Segment Assets				
a	Treasury Operations	12,049.55	12,023.82	11,234.02	12,023.82
b	Corporate / Wholesale Banking	3,608.48	3,713.77	3,916.32	3,713.77
c	Retail Banking	22,239.65	22,514.99	20,905.05	22,514.99
d	Other Banking Operations	0.01	0.02	0.05	0.02
e	Unallocable	257.88	252.54	226.93	252.54
	Total Segment Assets	38,155.57	38,505.14	36,282.37	38,505.14
4	Segment Liabilities				
a	Treasury Operations	7,426.82	8,020.39	7,187.92	8,020.39
b	Corporate / Wholesale Banking	2,455.76	2,440.09	2,915.69	2,440.09
c	Retail Banking	24,769.23	24,615.71	23,010.73	24,615.71
d	Other Banking Operations	0.90	0.95	1.00	0.95
e	Unallocable	1.29	5.85	5.92	5.85
	Total Segment Liabilities	34,654.00	35,082.99	33,121.26	35,082.99
5	Capital Employed				
	(Segment Assets - Segment Liabilities)				
a	Treasury Operations	4,622.73	4,003.43	4,046.10	4,003.43
b	Corporate / Wholesale Banking	1,152.72	1,273.68	1,000.63	1,273.68
c	Retail Banking	(2,529.58)	(2,100.72)	(2,105.68)	(2,100.72)
d	Other Banking Operations	(0.89)	(0.93)	(0.95)	(0.93)
e	Unallocable	256.59	246.69	221.01	246.69
	Total Capital Employed	3,501.57	3,422.15	3,161.11	3,422.15

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.

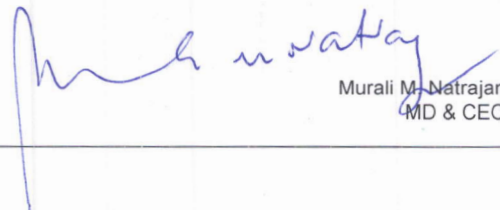
Other Banking Operations: Includes para banking activities like third party product distribution, merchant banking, etc.



Notes:

- 1 The above financial results for the quarter ended June 30, 2020 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on August 8, 2020. An unqualified report has been issued by the Statutory Auditors for the quarter ended June 30, 2020.
- 2 The financial results for the quarter ended June 30, 2020 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
- 3 "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) and income from sale of Priority Sector Lending Certificates.
- 4 During the quarter ended June 30, 2020, the Bank allotted 8,850 shares pursuant to the exercise of stock options by certain employees.
- 5 The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities.
The RBI on March 27, 2020 and April 17, 2020, announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of the RBI guidelines, the lending institutions have been permitted to grant a moratorium of three months on payment of all instalments/interest as applicable, falling due between March 1, 2020 and May 31, 2020 ('Moratorium Period'). As such, in respect of all accounts classified as Standard as on February 29, 2020, even if overdue, the moratorium period, wherever granted, shall be excluded by the lending institutions from the number of days past-due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms. On May 22, 2020, the RBI has announced extension of the Moratorium Period by further three months.
As at March 31, 2020, the Bank had made a provision amounting to Rs.63 crores against accounts covered under COVID-19 Regulatory Package. During the quarter ended June 30, 2020, the Bank has made further provision of Rs.32 crores for these accounts. The total provision amounting to Rs.95 crores held by the Bank is in excess of the RBI prescribed norms under Covid-19 Regulatory Package.
The extent to which the COVID-19 pandemic will impact the Bank's provision on assets and future results will depend on further developments, which are highly uncertain and the Bank will continue to closely monitor the same.
- 6 In terms of RBI circulars DBR.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 on Basel III Capital Regulations and DBR.No.BP.BC.80 /21.06.201/2014-15 dated March 31, 2015 on Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments, banks are required to make certain Pillar 3, Leverage Ratio, and Liquidity Coverage Ratio disclosures along with the publication of financial results. Accordingly, such disclosures have been placed on the Bank's website at the following link <http://www.dcbbank.com/cms/showpage/page/disclosures>. These disclosures have not been reviewed / audited by the Statutory Auditors.
- 7 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year upto March 31, 2020 and the published year to date figures upto December 31, 2019. The figures for the period ended June 30, 2019 and March 31, 2020 were reviewed/ audited by the previous Statutory Auditors.
- 8 Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period/year.

For and on behalf of the Board of Directors



Murali M. Natrajan
MD & CEO

Place : Mumbai
Date : August 8, 2020



