DhanlaxmiBank
established 1927

SH: 169 / 2017-18 February 14, 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

Dear Sir,

Sub: Compliance of Reg.33 of SEBI (LODR) Regulations,2015 – Financial results for the quarterly/ nine months ended December 31, 2017

Further to our letter no SH: 163/ 2017-18 dated February 08.2018, we may inform that there was a minor clerical mistake in the published financial results submitted to BSE/NSE in PDF Format. The date of Board meeting to review the unaudited financial results for the quarter/nine months ended is mentioned as 08th February 2017 instead of 08th February, 2018 in the Note No.1 of the published results.

Please find enclosed the corrected unaudited financial results for the quarter/ nine months ended December 31, 2017 along with the Limited Review Report on the same.

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 AND NINE MONTHS ENDED DECEMBER 31, 2017

(Rs in Lakhs)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-17	30-Sep-17	31-Dec-16	31 Dec 17	31 Dec 16	31-Mar-17
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	24842	25916	26754	76688	82120	108905
(a) Interest/discount on advances/bills	16828	17829	19067	52845	58347	76949
(b) Income on investments	7317	7368	6507	21654	20878	27702
(c) Interest on balances with Reserve Bank of India and other interbank funds	252	259	697	832	1500	2407
(d) Others	445	460	483	1356	1395	1847
2. Other income	2169	2314	2268	7277	8253	11102
3.Total Income (1 + 2)	**27011**	**28230**	**29022**	**83965**	**90373**	**120007**
4. Interest expended	16469	16823	19076	50680	57413	75745
5. Operating expenses (a) + (b)	7875	8415	8841	24963	27399	34855
(a) Employees cost	4403	4629	5035	14002	16130	19490
(b) Other operating expenses	3472	3785	3806	10961	11269	15365
6. Total Expenditure (4+5) (excluding provisions and contingencies)	**24344**	**25238**	**27917**	**75643**	**84812**	**110600**
7. Operating Profit(+)/Loss(-) before provisions and contingencies (3-6)	**2667**	**2992**	**1105**	**8322**	**5561**	**9407**
8. Provisions (other than tax) and Contingencies	4841	2387	1923	9094	5204	8169
9. Exceptional items	-	-	-	-	-	-
10. Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	**(2174)**	**606**	**(818)**	**(771)**	**357**	**1238**
11. Tax expense	-	-	-	-	-	-
12. Net Profit(+)/Loss (-) from Ordinary Activities after tax (10-11)	**(2174)**	**606**	**(818)**	**(771)**	**357**	**1238**

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

BRIDMAR & CO. CHARTERED ACCOUNTANTS

13. Extraordinary items (net of tax expense)		-	-	-	-	-
14. Net Profit (+)/Loss (-) for the period (12-13)	**(2174)**	**606**	**(818)**	**(771)**	**357**	**1238**
15. Paid-up equity share capital (Face value Rs.10)	25301	25301	20985	25301	20985	20985
16. Reserves excluding Revaluation Reserves(as per balance sheet of previous accounting year)						30386
17. Analytical Ratios						
(i) Percentage of share holding of Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio as per Basel III	11.15%	11.62%	9.24%	11.15%	9.24%	10.26%
(iii) Earnings Per Share(EPS) in Rupees						
-Basic EPS (Before and after Extra ordinary items)	(0.86)*	0.24*	(0.39)*	(0.30)*	0.17*	0.59
-Diluted EPS (Before and after Extra ordinary items)	(0.86)*	0.24*	(0.39)*	(0.30)*	0.17*	0.59
(iv) NPA Ratios						
- Gross NPA	44614	38916	50383	44614	50383	31560
- Net NPA	25346	22805	18339	25346	18339	16648
- % of Gross NPA	6.96%	6.11%	7.59%	6.96%	7.59%	4.78%
- % of Net NPA	4.08%	3.67%	2.90%	4.08%	2.90%	2.58%
(v) Return on Assets (average) – (Annualized)	(0.08%)	0.23%	(0.27)%	(0.08%)	0.04%	0.10%

**Not Annualized*

SEGMENTWISE RESULTS

Part A: Business Segments

(Rs in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31-Dec-17	30-Sep-17	30-Dec-16	31-Dec-17	31-Dec-16	31-Mar-17
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
(a) Treasury	7635	8043	7782	23926	25904	34036
(b) Retail Banking	6973	9972	9652	25803	30902	39067
(c) Corporate/ Wholesale Banking	12403	10215	11588	34236	33567	46904
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total Revenue	**27011**	**28230**	**29022**	**83965**	**90373**	**120007**

DHANLAXMI BANK * ACCOUNTS DEPT.

Less: Inter-Segment Revenue	-	-	-	-	-	-
Income from Operations	**27011**	**28230**	**29022**	**83965**	**90373**	**120007**
2. Segment Results(Net of Provisions)						
(a) Treasury	220	1465	(417)	3093	3446	5930
(b) Retail Banking	1742	1237	1338	4060	2455	3793
(c) Corporate/ Wholesale Banking	705	290	184	1169	(340)	(316)
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total	**2667**	**2992**	**1105**	**8322**	**5561**	**9407**
Less :(i) Interest	-	-	-	-	-	-
(ii) Other Unallocable Expenditure net-off	4841	2387	1923	9094	5204	8169
(iii) Unallocable income	-	-	-	-	-	-
Profit (+)/Loss(-) before tax	**(2174)**	**606**	**(818)**	**(771)**	**357**	**1238**
3. Segment Assets						
(a) Treasury	498080	477586	514424	498080	514424	465899
(b) Retail Banking	292217	320145	347188	292217	347188	325365
(c) Corporate/ Wholesale Banking	444403	414300	413856	444403	413856	435545
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6548	6547	6724	6548	6724	6503
Total	**1241248**	**1218578**	**1282192**	**1241248**	**1282192**	**1233312**
4. Segment Liabilities						
(a) Treasury	478671	448650	481108	478671	481108	434642
(b) Retail Banking	272102	301247	338339	272102	338339	313526
(c) Corporate/ Wholesale Banking	413812	389845	403307	413812	403307	419696
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	-	-	-	-	-	-
Total	**1164585**	**1139742**	**1222754**	**1164585**	**1222754**	**1167864**
5. Capital Employed (Segment Assets- Segment Liabilities)						
(a) Treasury	19409	28936	33316	19409	33316	31257
(b) Retail Banking	20115	18898	8849	20115	8849	11839
(c) Corporate/ Wholesale Banking	30591	24455	10549	30591	10549	15849
(d) Other Banking Operations	-	-	-	-	-	-
(e) Unallocated	6548	6547	6724	6548	6724	6503
Total	**76663**	**78836**	**59438**	**76663**	**59438**	**65448**

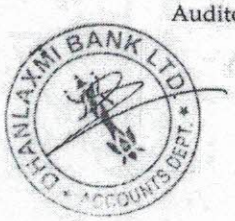
Business Segments have been identified and reported taking into account the target customer profile the nature of products and services the differing risks and returns the organization structure the internal business reporting system and the guidelines prescribed by Reserve Bank of India.

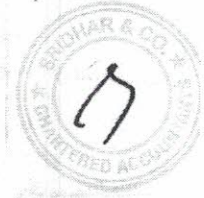
Part B: Geographical segments

The Bank has only the domestic geographic segment.

Notes

1. The above unaudited financial results for the quarter and nine months ended 31st December 2017 were reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on February 08 2018. These Results have been subjected to "Limited Review" by the Statutory Central Auditors of the Bank.





2. The working results for the quarter and nine months ended 31st December, 2017 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. There has been no change in the accounting policies followed during the quarter and nine months ended 31 December 2017 as compared to those followed in the preceding financial year ended 31st March 2017.

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. During the year ended 31st March, 2016, the Bank had assigned certain Non performing financial assets to Asset Reconstruction Companies. In terms of RBI Master Circular DBR.No.BP.BC.2/21.04.048/2015-16 on Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated July 1, 2015 as amended; the shortfall arrived at by deducting sales consideration from the net book value of the financial assets is amortized over a period of two years. Accordingly, the Bank has charged to the profit and loss account an amount. of Rs. 1.56 Crore towards the full and final unamortized portion and Rs.4.71 Crores during the nine months ended 31st December 2017.

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 31-12-2017 is 73.49 %.

11. The figures for the previous period have been re-grouped/re-arranged wherever necessary to conform to the current period's classification.

By Order of the Board

Place: Thrissur
Date: 08th February 2018

For SRIDHAR & Co.
(FRN 003378S)
Chartered Accountants

CA. R. SRINIVASAN
Partner (M. No. 200989)

DHANLAXMI BANK LTD. ACCOUNTS DEPT.

(G. Sreeram)
Managing Director& CEO
(DIN: 05143385)

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 31st December 2017("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 5 below. 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.

2. 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', 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 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.

3. 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.

4. 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.

5. Attention is drawn to;

   a. Note No.6 of the Statement regarding deferment of shortfall arising from the sale of certain non-performing asset during an earlier year in terms of RBI Master Circular DBR.No.BP.BC.2/21.04.048/ 2015-16 on Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances dated 1st July 2015 as amended.

   b. Note No.7 of the Statement regarding retention of Deferred Tax Asset amounting to Rs.37.06 crores.

   Our conclusion is not modified in respect of these matters.

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

SRIDHAR & CO. ★ CHARTERED ACCOUNTANTS ★

CA. R. SRINIVASAN
Partner
M. No. 200969

Thrissur
8th February, 2018.