

DCB BANK LIMITED (FORMERLY DEVELOPMENT CREDIT BANK LIMITED)

CIN No.: L99999MH1995PLC089008

Regd. Office: 601 & 602, 6th Floor, Peninsula Business Park, Tower A, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2015

(₹ in lakhs)

Sr. No.	Particulars	For the quarter ended 31.03.2015	For the quarter ended 31.12.2014	For the quarter ended 31.03.2014	For the year ended 31.03.2015	For the year ended 31.03.2014
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	37,884.47	35,550.57	30,789.33	142,242.23	112,825.93
a.	Interest / Discount on advances / bills	29,857.96	28,142.68	23,888.44	109,826.27	86,787.25
b.	Income on Investments	7,910.89	7,405.24	6,717.17	28,252.31	24,530.78
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	102.38	88.25	164.55	510.72	1,423.59
d.	Others	13.24	14.40	19.17	3,650.93	84.37
2	Other Income	4,627.31	4,798.88	3,344.79	16,571.56	13,866.25
3	Total Income (1+2)	42,511.78	40,449.45	34,134.12	168,813.79	126,692.18
4	Interest Expended	24,917.13	23,460.08	20,784.57	91,419.81	75,986.96
5	Operating Expenses (i+ii)	10,794.32	10,152.51	8,333.21	39,849.31	31,906.79
i.	Employees costs	5,285.72	4,947.61	4,108.78	19,602.76	15,708.19
ii.	Other Operating Expenses	5,508.60	5,204.90	4,224.43	20,246.55	16,200.54
6	Total Expenditure (4+5)	35,711.45	33,612.59	29,117.78	131,069.12	107,895.69
7	Operating Profit before Provisions and Contingencies (3-6)	6,800.33	6,836.86	5,016.34	27,744.67	18,796.49
8	Provisions (Other than tax) and Contingencies	1,431.58	1,842.33	1,104.37	6,941.71	3,656.44
9	Exceptional Items	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	5,368.75	4,994.53	3,911.97	20,802.96	15,140.05
11	Tax expense	(925.79)	744.15	4.00	1,684.64	4.00
12	Net Profit from Ordinary Activities after tax (10-11)	6,294.54	4,250.38	3,907.97	19,118.32	15,136.05
13	Extraordinary items (Net of tax expenses)	-	-	-	-	-
14	Net Profit for the period (12-13)	6,294.54	4,250.38	3,907.97	19,118.32	15,136.05
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	28,201.23	28,149.34	25,032.46	125,195.43	84,807.47
16	Reserves excluding Revaluation Reserves	-	-	-	-	-
17	Analytical Ratios	-	-	-	-	-
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%)	-	-	-	-	-
Basel II		15.05	14.54	13.84	15.05	13.84
Basel III		14.95	14.44	13.71	14.95	13.71
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)	(Not Annualised)	(Not Annualised)	(Annualised)	(Annualised)
(i)	Basic (₹)	2.23	1.53	1.56	7.21	6.05
(ii)	Diluted (₹)	2.18	1.49	1.55	7.03	5.99
(b)	Basic and diluted EPS after Extraordinary items (net of tax expenses) for the period and for the previous year	(Not Annualised)	(Not Annualised)	(Not Annualised)	(Annualised)	(Annualised)
(i)	Basic (₹)	2.23	1.53	1.56	7.21	6.05
(ii)	Diluted (₹)	2.18	1.49	1.55	7.03	5.99
iv.	NPA Ratios	-	-	-	-	-
(a)	Amount of Gross non-performing assets	18,607.03	17,915.06	13,046.00	18,607.03	13,845.00
(b)	Amount of Net non-performing assets	10,570.47	9,516.68	7,402.00	10,570.47	7,402.00
(c)	% of Gross NPAs to Gross Advances	1.76	1.87	1.69	1.76	1.69
(d)	% of Net NPAs to Net Advances	1.01	1.00	0.91	1.01	0.91
v.	Return on Assets (%) (Annualised)	1.63	1.19	1.25	1.37	1.31
18	Public shareholding	-	-	-	-	-
i.	No. of shares	235,812,039	235,293,159	204,124,388	235,812,039	204,124,388
ii.	Percentage of shareholding	83.62	83.59	81.54	83.62	81.54
19	Promoters and Promoter Group Shareholding	-	-	-	-	-
i.	Pledged / Encumbered	-	-	-	-	-
No. of shares		Nil	Nil	Nil	Nil	Nil
Percentage of shares (as % of the total shareholding of promoter and promoter group)		N.A.	N.A.	N.A.	N.A.	N.A.
Percentage of shares (as % of the total share capital of the company)		N.A.	N.A.	N.A.	N.A.	N.A.
ii.	Non-encumbered	-	-	-	-	-
No. of shares		46,200,234	46,200,234	46,200,234	46,200,234	46,200,234
Percentage of shares (as % of the total shareholding of promoter and promoter group)		100.00	100.00	100.00	100.00	100.00
Percentage of shares (as % of the total share capital of the company)		16.38	16.41	18.46	16.38	18.46

SIGNED FOR IDENTIFICATION

BY

[Signature]

For BSR & Co. LLP

DCB BANK LIMITED (FORMERLY DEVELOPMENT CREDIT BANK LIMITED)
SUMMARISED BALANCE SHEET

	₹ in lakhs	
	As at 31.03.2015 (Audited)	As at 31.03.2014 (Audited)
Capital & Liabilities		
Capital		
Employee Stock Options (Grants Outstanding net of deferred cost)	28,201.23	25,032.46
Reserves & Surplus	319.94	256.49
Capital and Reserves	130,336.36	90,066.99
Deposits	158,857.53	115,395.94
Borrowings	1,260,912.72	1,032,616.08
Other liabilities and provisions	118,379.57	86,015.99
	77,080.98	58,385.71
Total Capital & Liabilities	1,613,230.80	1,292,313.72
Assets		
Cash and Balances with Reserve Bank of India	63,368.20	60,608.03
Balances with Banks and Money at Call and Short notice	8,549.38	18,450.24
Investments	447,058.38	363,422.28
Advances	1,046,505.99	814,018.62
Fixed Assets	23,667.53	23,864.22
Other Assets	24,083.23	22,051.45
Total Assets	1,613,230.80	1,292,313.72

SEGMENTAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2015

Sr. No.	Business Segment	₹ in lakhs				
		For the quarter ended 31.03.2015 (Audited)	For the quarter ended 31.12.2014 (Unaudited)	For the quarter ended 31.03.2014 (Audited)	For the year ended 31.03.2015 (Audited)	For the year ended 31.03.2014 (Audited)
1	Segment Revenue					
a	Treasury Operations	16,122.32	15,629.00	15,386.96	59,854.15	56,910.47
b	Wholesale Banking	9,327.94	9,520.36	8,986.57	36,974.45	32,356.17
c	Retail Banking	33,920.71	31,481.28	25,634.77	122,309.89	93,130.81
d	Other Banking Operations	322.95	258.37	146.43	989.61	737.74
e	Unallocable	-	-	-	3,590.25	-
	Total	59,693.92	57,088.99	50,156.73	223,718.35	183,135.19
	Less:- Inter Segment Revenue	17,182.14	16,539.54	16,022.61	64,904.56	56,443.01
	Income from Operations	42,511.78	40,449.45	34,134.12	158,813.79	126,692.18
2	Segment Results					
a	Treasury Operations	1,066.10	1,472.03	863.04	3,153.22	3,640.29
b	Wholesale Banking	712.04	1,246.19	919.99	3,293.33	4,014.32
c	Retail Banking	3,622.21	2,295.16	2,132.56	10,924.04	7,566.74
d	Other Banking Operations	234.24	196.51	126.00	754.26	593.93
e	Unallocable	(286.64)	(218.36)	(129.68)	2,678.11	(875.23)
	Total Profit before Tax	5,368.75	4,994.53	3,911.97	20,802.96	15,140.05
3	Capital Employed (Segment Assets - Segment Liabilities)					
a	Treasury Operations	243,969.56	276,980.82	182,356.40	243,969.56	182,356.40
b	Wholesale Banking	208,219.88	239,972.86	269,747.07	258,219.68	269,747.07
c	Retail Banking	(354,680.75)	(374,723.27)	(351,693.34)	(354,680.75)	(351,693.34)
d	Other Banking Operations	(208.89)	(245.35)	(86.19)	(206.89)	(86.19)
e	Unallocable	11,555.93	10,340.62	15,070.00	11,555.93	15,070.00
	Total Capital Employed	158,867.53	152,325.68	115,395.94	158,867.53	115,395.94

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.

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.

SIGNED FOR IDENTIFICATION
BY

[Signature]

For BSR & Co. LLP

Notes

- 1 The above financial results for the quarter and for the year ended March 31, 2015 were audited by the Statutory Auditors of the Bank. An unqualified report has been issued by them thereon. These results have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on April 14, 2015.
- 2 The figures for the quarter ended March 31, 2015 and March 31, 2014 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the current / previous year.
- 3 "Interest earned-Others" includes interest on income tax refunds amounting to ₹ 35.90 crores for the year ended March 31, 2015. The corresponding tax expenses (including ₹ 3.06 crores pertaining to the earlier assessment years) on the same have been included in item "11 Tax expense" for the year ended March 31, 2015.
- 4 Other Income includes income from non-fund based activities such as brokerage and commission, fees, earnings in foreign exchange transactions, profit (net) on sale / revaluation of investments.
- 5 During the year ended March 31, 2015, the Bank sold certain non-performing loans to an asset reconstruction company. As per extant regulatory guidelines the Bank has opted to write off loss on sale of assets i.e. where sale value is lower than the net book value, over a period of two years and the unamortised amount as on March 31, 2015 was ₹ 13.58 crores.
- 6 Effective April 1, 2014, Bank has changed the estimated useful life of certain group of assets in accordance with the recommended useful life as per Part C of Schedule II to the Companies Act, 2013. Pursuant to the transitional provisions under the aforesaid guidelines, the carrying amount of fixed assets amounting to ₹ 6.12 crores where, the remaining estimated useful life as on the effective date is "nil" has been adjusted through retained earnings on approval from the Reserve Bank of India. Further, pursuant to the aforesaid change in the estimated useful life of fixed assets, an additional charge on depreciation amounting to ₹ 2.79 crores has been debited through profit and loss account for the year ended March 31, 2015.
- 7 "Provision (Other than tax) and Contingencies" also includes a provision on specific standard advances made on a prudential basis as per Board approved policy effective April 1, 2014. Such specific provision on standard assets amounted to ₹ 5.04 crores for the year ended March 31, 2015.
- 8 During the year, the Bank issued 30,432,136 shares through Qualified Institutional Placement (QIP) at ₹ 62.15 per share amounting to ₹ 250 crores. Net of issue costs, this resulted in an increase of ₹ 30.43 crores in Share Capital and ₹ 214.19 crores in Securities Premium Account. The net proceeds from the above issue of equity capital have been applied to enhance the Bank's capital adequacy ratio and increase the capacity to lend and for other general corporate purposes.
- 9 During the year, the Bank allotted 1,255,515 shares pursuant to the exercise of stock options by certain employees, including 518,880 shares allotted during the quarter ended March 31, 2015.
- 10 In terms of RBI circular DBOD No.BP.BC.6/21.06.201/2014-15 dated July 01, 2014 on Basel III Capital Regulations, banks are required to make certain Pillar 3 disclosures along with the publication of financial results. Accordingly, such Pillar 3 disclosures have been placed on the Bank's website at the following link <http://www.dcbbank.com/disclosures/baseldisclosure.html>. These Pillar 3 disclosures have not been audited by the Statutory Auditors.
- 11 Disclosure about investor complaints:

Complaints Pending as on 01.01.2015	Received during the period	Disposed off during the period	Complaints Pending as on 31.03.2015
Nil	1	1	Nil
- 12 Previous period / year figures have been regrouped / reclassified wherever necessary to conform to the presentation of the current period / year classification.

Place : Chennai
Date : April 14, 2015

For and on behalf of the Board of Directors

Murali M. Natrajan
MD & CEO

SIGNED FOR IDENTIFICATION

BY

[Signature]

For B S R & Co. LLP

B S R & Co. LLP

Chartered Accountants

1st Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011
India

Telephone +91 (22) 3969 6000
Fax +91 (22) 3090 2511

Independent Auditor's Report

To the Board of Directors of
DCB Bank Limited

Report on the Financial Results

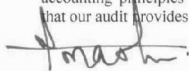
1. We have audited the accompanying annual financial results of DCB Bank Limited ('the Bank') for the year ended 31 March 2015, attached herewith, being submitted by the Bank pursuant to the requirement of Clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding', 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by management and have not been audited by us. Further, disclosures relating to 'Pillar 3 under Basel III Capital Regulations' as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31 March 2015 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures for each of the three quarters have only been reviewed and not been subjected to audit.

Management's Responsibility for the Financial Results

2. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results which are the responsibility of the Bank's management and have been approved by the Board of Directors in their meeting held on 14 April 2015. Our responsibility is to express an opinion on these financial results based on our audit of the annual financial statements, which have been prepared in accordance with provisions of Section 29 of the Banking Regulation Act, 1949 along with the recognition and measurement principles laid down in the Companies (Accounting Standards) Rules, 2006 which, continue to apply under Section 133 of the Companies Act 2013 ('the Act'), read with rule 7 of the Companies (Accounts) Rules, 2014, and other accounting principles generally accepted in India, including, circulars and guidelines issued by Reserve Bank of India ('RBI') from time to time and in compliance with Clause 41 of the Listing Agreement.

Auditor's Responsibility

3. We conducted our audit in accordance with Standards on Auditing ('the Standards') specified under section of 143 (10) of the Act. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



B S R & Co. (a partnership firm with
Registration No. BA51223) converted into
B S R & Co. LLP (a Limited Liability Partnership
with LLP Registration No. AAB-6181)
with effect from October 14, 2013

Registered Office:
1st Floor, Lodha Excelus
Apollo Mills Compound
N.M. Joshi Marg, Mahalaxmi
Mumbai - 400 011

BSR & Co. LLP

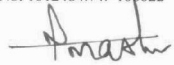
Independent Auditor's Report (Continued)

DCB Bank Limited

Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, these financial results:
 - i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and
 - ii) give a true and fair view of the net profit and other financial information of the Bank for the year ended 31 March 2015
5. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Bank in terms of Clause 35 of the Listing Agreement and found the same to be correct.

For **BSR & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022



Akeel Master
Partner
Membership No: 046768

Mumbai
14 April 2015