

Ref. No.CO:CS:RC:2022-23:267

January 28, 2023

BSE Limited
Listing Department,
Phiroze Jeejeebhoy Towers,
1st floor Dalal Street.
Mumbai 400 001

Scrip Code: 532772

National Stock Exchange of India Limited
Listing Department,
Exchange Plaza, 5th floor, Plot No. C/1,
G Block Bandra – Kurla Complex,
Bandra (East), Mumbai 400 051

NSE Symbol: DCBBANK

Dear Sirs,

Subject: Unaudited Financial Results (Limited Reviewed) of DCB Bank Limited (“the Bank”) for the third quarter and nine months ended December 31, 2022

Pursuant to the Regulation 30, 33, 52(4) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Financial Results (Limited Reviewed) of the Bank for the third quarter and nine months ended December 31, 2022 along with the Limited Review Report of the Joint Statutory Auditors in this regard.

Please note that the Board meeting commenced at 2.30 p.m. and results were approved by the Board at 3.00 p.m. and thereafter the Board meeting continued for consideration of other agenda items.

This is for your information and appropriate dissemination.

Thanking you,

Yours faithfully,

For DCB Bank Limited

Rubi Chaturvedi
Company Secretary &
Compliance Officer

Encl: As above

DCB Bank Limited

S.R. Batliboi & Associates LLP

Chartered Accountants
12th Floor, The Ruby
29, Senapati Bapat Marg
Dadar (West)
Mumbai - 400 028, India

Sundaram & Srinivasan

Chartered Accountants
23, C P Ramaswamy Road
Alwarpet
Chennai - 600 018, India

Independent Auditor's Review Report on the Quarterly and Nine Months Unaudited Financial Results of DCB Bank Limited pursuant to the Regulation 33 and Regulation 52 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
6th Floor, Tower 'A'
Peninsula Business Park,
Senapati Bapat Marg,
Lower Parel, Mumbai - 400 013

1. We have reviewed the accompanying statement of unaudited financial results of DCB Bank Limited (the "Bank") for the quarter and nine months ended 31 December 2022 (the "Statement") attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 and Regulation 52 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", "Liquidity Coverage Ratio" and "Net Stable Funding 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 reviewed by us.
2. The Bank's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" (AS 25) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, the relevant guidelines and directions issued by Reserve Bank of India (the "RBI Guidelines"), other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 of the Listing Regulations. The Statement has been approved by the Board of Directors of the Bank. 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



S.R. Batliboi & Associates LLP
Chartered Accountants

Sundaram & Srinivasan
Chartered Accountants

thereunder, the Reserve Bank of India (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 RBI in respect of income recognition, asset classification, provisioning and other matters.

For S.R. Batliboi & Associates LLP
Chartered Accountants
Firm Registration no.: 101049W/E300004

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration no.: 004207S

Sarvesh Warty.

per Sarvesh Warty
Partner
Membership No.: 121411
UDIN: 23121411BGWEDF5300

S Ramkumar

S Ramkumar
Partner
Membership No.: 238820
UDIN: 23238820BGYDHY9285



Place: Mumbai
Date: 28 January 2023

Place: Mumbai
Date: 28 January 2023



DCB BANK LIMITED
CIN-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 AND NINE MONTHS ENDED DECEMBER 31, 2022

| Sr. No. | Particulars | Quarter Ended | | | Nine Months Ended | | (₹ in crore) |
|-----------|---|-----------------|-----------------|---------------|-------------------|-----------------|-----------------|
| | | 31.12.2022 | 30.09.2022 | 31.12.2021 | 31.12.2022 | 31.12.2021 | Year Ended |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Interest Earned (a+b+c+d) | 1,071.73 | 999.99 | 878.08 | 3,021.00 | 2,592.84 | 3,512.77 |
| a. | Interest / Discount on advances / bills | 871.73 | 808.82 | 710.91 | 2,444.60 | 2,081.40 | 2,831.77 |
| b. | Income on Investments | 182.24 | 173.69 | 144.42 | 515.18 | 443.95 | 594.29 |
| c. | Interest on balances with Reserve Bank of India and Other Inter Bank Funds | 10.08 | 10.66 | 14.79 | 39.72 | 41.59 | 53.52 |
| d. | Others | 7.68 | 6.82 | 7.96 | 21.50 | 25.90 | 33.19 |
| 2 | Other Income (Refer note 3) | 95.42 | 99.22 | 118.34 | 287.06 | 337.25 | 452.04 |
| 3 | Total Income (1+2) | 1,167.15 | 1,099.21 | 996.42 | 3,308.06 | 2,930.09 | 3,964.81 |
| 4 | Interest Expended | 625.72 | 588.90 | 533.05 | 1,789.94 | 1,615.81 | 2,155.26 |
| 5 | Operating Expenses (i+ii+iii) | 347.32 | 327.76 | 264.53 | 975.32 | 738.14 | 1,012.57 |
| i. | Employees cost | 179.60 | 171.65 | 137.97 | 506.37 | 392.86 | 539.14 |
| ii. | Rent, Taxes and Lighting | 31.30 | 29.59 | 24.96 | 90.48 | 74.51 | 97.79 |
| iii. | Other Operating Expenses | 136.42 | 126.52 | 101.60 | 378.47 | 270.77 | 375.64 |
| 6 | Total Expenditure (4+5) | 973.04 | 916.66 | 797.58 | 2,765.26 | 2,353.95 | 3,167.83 |
| 7 | Operating Profit before Provisions and Contingencies (3-6) | 194.11 | 182.55 | 198.84 | 542.80 | 576.14 | 796.98 |
| 8 | Provisions (Other than tax) and Contingencies | 40.68 | 31.00 | 96.98 | 106.71 | 339.83 | 407.43 |
| 9 | Exceptional Items | - | - | - | - | - | - |
| 10 | Profit from Ordinary Activities before tax (7-8-9) | 153.43 | 151.55 | 101.86 | 436.09 | 236.31 | 389.55 |
| 11 | Tax expense | 39.58 | 39.20 | 26.49 | 112.74 | 62.24 | 102.05 |
| 12 | Net Profit from Ordinary Activities after tax (10-11) | 113.85 | 112.35 | 75.37 | 323.35 | 174.07 | 287.50 |
| 13 | Extraordinary Items (Net of tax expenses) | - | - | - | - | - | - |
| 14 | Net Profit for the period (12-13) | 113.85 | 112.35 | 75.37 | 323.35 | 174.07 | 287.50 |
| 15 | Paid-up Equity Share Capital (Face value ₹ 10/-) | 311.21 | 311.16 | 310.67 | 311.21 | 310.67 | 310.98 |
| 16 | Reserves excluding Revaluation Reserves | - | - | - | - | - | 3,511.20 |
| 17 | Analytical Ratios | | | | | | |
| i. | Percentage of shares held by Government of India | Nil | Nil | Nil | Nil | Nil | Nil |
| ii. | Capital Adequacy Ratio (%) - Basel III | 16.26 | 17.91 | 18.21 | 16.26 | 18.21 | 18.92 |
| 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 (₹) | 3.66 | 3.61 | 2.43 | 10.39 | 5.60 | 9.26 |
| | (ii) Diluted (₹) | 3.62 | 3.59 | 2.41 | 10.29 | 5.56 | 9.19 |
| | (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 (₹) | 3.66 | 3.61 | 2.43 | 10.39 | 5.60 | 9.26 |
| | (ii) Diluted (₹) | 3.62 | 3.59 | 2.41 | 10.29 | 5.56 | 9.19 |
| iv. | Non Performing Assets ('NPAs') Ratios | | | | | | |
| | (a) Amount of Gross NPAs | 1,223.31 | 1,249.19 | 1,339.75 | 1,223.31 | 1,339.75 | 1,289.93 |
| | (b) Amount of Net NPAs | 453.23 | 482.90 | 696.52 | 453.23 | 696.52 | 573.23 |
| | (c) % of Gross NPAs to Gross Advances | 3.62 | 3.89 | 4.78 | 3.62 | 4.78 | 4.32 |
| | (d) % of Net NPAs to Net Advances | 1.37 | 1.54 | 2.55 | 1.37 | 2.55 | 1.97 |
| v. | Return on Assets (%) (Annualised) | 0.94 | 0.97 | 0.73 | 0.93 | 0.57 | 0.70 |
| vi. | Net Worth (Refer note 9 a) | 3,874.52 | 3,761.12 | 3,490.99 | 3,874.52 | 3,490.99 | 3,593.50 |
| vii. | Outstanding Redeemable Preference Shares | - | - | - | - | - | - |
| viii. | Capital Redemption Reserve | - | - | - | - | - | - |
| ix. | Debt-Equity Ratio (Refer note 9 b) | 0.55 | 0.44 | 0.40 | 0.55 | 0.40 | 0.58 |
| x. | Total Debt to Total Assets (Refer note 9 c) | 7.67% | 7.51% | 7.79% | 7.67% | 7.79% | 9.11% |



SEGMENTAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

(₹ in crore)

| Sr. No. | Business Segment | Quarter Ended | | | Nine Months Ended | | Year Ended |
|---------|--|------------------|------------------|------------------|-------------------|------------------|------------------|
| | | 31.12.2022 | 30.09.2022 | 31.12.2021 | 31.12.2022 | 31.12.2021 | 31.03.2022 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Segment Revenue | | | | | | |
| a | Treasury Operations | 266.41 | 254.93 | 219.41 | 761.14 | 704.08 | 918.40 |
| b | Corporate / Wholesale Banking | 116.68 | 96.34 | 87.08 | 307.59 | 263.18 | 350.14 |
| c | Retail Banking | 987.66 | 931.03 | 823.22 | 2,773.45 | 2,367.66 | 3,247.05 |
| d | Other Banking Operations | 13.16 | 13.54 | 11.06 | 38.56 | 33.47 | 46.00 |
| e | Unallocable | - | (0.26) | 0.01 | (0.25) | (0.34) | (0.24) |
| | Total | 1,383.91 | 1,295.58 | 1,140.78 | 3,880.49 | 3,368.05 | 4,561.35 |
| | Less:- Inter Segment Revenue | 216.76 | 196.37 | 144.36 | 572.43 | 437.96 | 596.54 |
| | Income from Operations | 1,167.15 | 1,099.21 | 996.42 | 3,308.06 | 2,930.09 | 3,964.81 |
| 2 | Segment Results | | | | | | |
| a | Treasury Operations | 16.30 | 15.48 | 26.48 | 52.87 | 108.01 | 112.69 |
| b | Corporate / Wholesale Banking | 15.50 | (2.66) | 19.66 | 18.61 | 34.08 | 4.56 |
| c | Retail Banking | 111.04 | 130.20 | 48.85 | 338.30 | 73.03 | 242.56 |
| d | Other Banking Operations | 13.55 | 13.11 | 10.54 | 37.80 | 31.74 | 43.63 |
| e | Unallocable | (2.96) | (4.58) | (3.67) | (11.49) | (10.55) | (13.89) |
| | Total Profit before Tax | 153.43 | 151.55 | 101.86 | 436.09 | 236.31 | 389.55 |
| 3 | Segment Assets | | | | | | |
| a | Treasury Operations | 15,114.63 | 13,784.78 | 12,258.01 | 15,114.63 | 12,258.01 | 14,045.37 |
| b | Corporate / Wholesale Banking | 4,586.67 | 4,291.91 | 3,711.70 | 4,586.67 | 3,711.70 | 3,797.23 |
| c | Retail Banking | 29,683.39 | 28,246.03 | 24,810.02 | 29,683.39 | 24,810.02 | 26,493.55 |
| d | Other Banking Operations | - | - | - | - | - | - |
| e | Unallocable | 481.00 | 458.85 | 397.90 | 481.00 | 397.90 | 456.41 |
| | Total Segment Assets | 49,865.69 | 46,781.57 | 41,177.63 | 49,865.69 | 41,177.63 | 44,792.56 |
| 4 | Segment Liabilities | | | | | | |
| a | Treasury Operations | 7,756.91 | 7,352.00 | 6,322.52 | 7,756.91 | 6,322.52 | 7,577.58 |
| b | Corporate / Wholesale Banking | 3,339.46 | 3,241.65 | 2,984.07 | 3,339.46 | 2,984.07 | 2,811.62 |
| c | Retail Banking | 34,346.19 | 31,957.04 | 27,935.56 | 34,346.19 | 27,935.56 | 30,352.70 |
| d | Other Banking Operations | 0.01 | 0.01 | 0.71 | 0.01 | 0.71 | 0.69 |
| e | Unallocable | 1.17 | 1.35 | 1.25 | 1.17 | 1.25 | 1.14 |
| | Total Segment Liabilities | 45,443.74 | 42,552.05 | 37,244.11 | 45,443.74 | 37,244.11 | 40,743.73 |
| 5 | Capital Employed | | | | | | |
| | (Segment Assets - Segment Liabilities) | | | | | | |
| a | Treasury Operations | 7,357.72 | 6,432.78 | 5,935.49 | 7,357.72 | 5,935.49 | 6,515.37 |
| b | Corporate / Wholesale Banking | 1,247.20 | 1,050.26 | 727.63 | 1,247.20 | 727.63 | 985.61 |
| c | Retail Banking | (4,662.80) | (3,711.02) | (3,125.54) | (4,662.80) | (3,125.54) | (3,906.73) |
| d | Other Banking Operations | - | - | (0.71) | - | (0.71) | (0.69) |
| e | Unallocable | 479.83 | 457.50 | 396.65 | 479.83 | 396.65 | 455.27 |
| | Total Capital Employed | 4,421.95 | 4,229.52 | 3,933.52 | 4,421.95 | 3,933.52 | 4,048.83 |

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 and for the nine months ended December 31, 2022 have been reviewed by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on January 28, 2023. These results have been subject to limited review by the Joint Statutory Auditors (S.R. Batliboi & Associates LLP and M/s. Sundaram and Srinivasan) of the Bank and an unmodified review report has been issued thereon.
2. The financial results for the quarter and for the nine months ended December 31, 2022 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 provisions.
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), profit / loss on revaluation of investment (net) and income from sale of Priority Sector Lending Certificates.
4. During the quarter and nine months ended December 31, 2022, the Bank allotted 48,120 shares and 2,31,270 shares respectively pursuant to the exercise of stock options by certain employees.
5. The Reserve Bank of India, vide its clarification dated August 30, 2021 on Guidelines on Compensation of Whole Time Directors / Chief Executive Officers / Material Risk Takers and Control Function Staff, advised Banks that the fair value of share-linked instruments on the date of grant should be recognized as an expense for all instruments granted after the accounting period ending March 31, 2021. Accordingly, the Bank has valued its stock options granted after March 31, 2021 using the fair value method under its Employee' Stock Options Plan. The fair value of such stock options is estimated on the date of grant using Black-Scholes model and is recognized as employee cost over their vesting period. As a result, 'Employees cost' for the quarter and nine month ended December 31, 2022 is higher by ₹ 0.14 crores and ₹ 1.41 crores respectively, with a consequent reduction in the profit before tax by the same amount.
6. Details of loans transferred / acquired during the nine months ended December 31, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2022, as updated from time to time, are given below:
 - (i). The Bank has not transferred any non-performing assets (NPAs).
 - (ii). The Bank has not transferred any Special Mention Account (SMA) and loan not in default.
 - (iii). Details of loans not in default acquired through assignment are given below:

| | |
|--|------------|
| Aggregate amount of loans acquired (₹ in crore) ¹ | 761.65 |
| Weighted average residual maturity (in years) | 5.74 |
| Weighted average holding period by originator (in years) | 1.20 |
| Retention of beneficial economic interest by the originator | 10% to 15% |
| Tangible security coverage ² | 100% |

1. Includes deals amounting to Rs. 291.06 crores which are disbursed for unsecured business loans and personal loans.
 2. Tangible security of secured loans acquired during the year is more than 100%. However, the same is restricted to 100% coverage for the purpose of this disclosure.
- The loans acquired are not rated as these are to non-corporate borrowers.

(iv). The Bank has not acquired any stressed loans.



7. India is steadily coming out of disruptions caused by Covid-19 pandemic. The extent to which any new wave of Covid-19 will impact the Bank's operations is dependent on future developments.

Under the circumstances, as at December 31, 2022, on a prudent basis, the Bank holds a contingency provision of ₹ 56.38 crore towards possible impact of Covid-19 on standard restructured and stressed assets. As on December 31, 2022, in addition to the above, the Bank holds Floating Provision on advances amounting to ₹ 132.81 crore, besides provisions for Standard Assets and specific Non-Performing Assets.

8. RBI guidelines on Basel III Capital Regulations require the Bank to make pillar 3 disclosures including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio disclosures are to be made 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 subjected to limited review by the Joint Statutory Auditors of the Bank.
9. a) Net worth is calculated as per the Master Circular – Exposure Norms issued by the RBI.
b) Debt represents Borrowings with Residual Maturity of more than one year.
c) Total Debt represents Total Borrowings of the Bank.
10. As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17 - Segment reporting, the Reserve Bank of India has prescribed reporting of 'Digital Banking' as a sub-segment under Retail Banking. The Bank does not have a Digital Banking Unit. Considering the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (with representation of banks and RBI), reporting of Digital Banking segment will be implemented by the Bank based on the decision of the DBU Working Group.
11. Figures for the previous period / year have been regrouped / reclassified wherever necessary to conform to the classification of the current period/year.
12. There has been no change to significant accounting policies during the quarter and nine months ended December 31, 2022.

For and on behalf of the Board of Directors



Murali M. Natrajan
Managing Director & CEO

Place : Mumbai
Date : January 28, 2023

