

Ref. No.CO:CS:RC:2020-21:121

October 31, 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  
2<sup>nd</sup> Quarter and Half Year ended September 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 enclose herewith the following:

1. Unaudited Financial Results (Limited Reviewed) of the Bank, for the 2<sup>nd</sup> Quarter and the Half Year ended September 30, 2020, duly considered by the Audit Committee of the Board and subsequently approved by the Board of Directors in today's meeting which concluded at 4.25 p.m.; and
2. Limited Review Report dated October 31, 2020 for the 2<sup>nd</sup> Quarter and the Half Year ended September 30, 2020 by the Statutory Auditors M/s. S. R. Batliboi & Associates LLP, Chartered Accountants (Registration No.101049W/E300004).

Kindly acknowledge receipt and take the same on your record.

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 and Half Yearly Unaudited 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  
6th Floor, Tower 'A', Peninsula Business Park,  
Senapati Bapat Marg  
Lower Parel  
Mumbai - 400 013

1. We have reviewed the accompanying statement of unaudited standalone financial results of DCB Bank Limited (the "Bank") for the quarter and half year ended 30 September 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.

## **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

5. We draw reference to note 5 of the accompanying Statement, which describes the extent to which the Covid-19 pandemic impacts the Bank's operations and results including the provision on assets which is dependent on uncertain future developments and note 7 which describes impact on classification of certain loans as a consequence of the interim order dated 03 September 2020 of the Honorable Supreme Court of India. Our conclusion is not modified in respect of these matters.
6. The comparative financial information of the Bank for the corresponding quarter and half year ended 30 September 2019 and the financial statements of the Bank for the year ended 31 March 2020, were reviewed/audited by predecessor auditor who expressed an unmodified conclusion/opinion on those financial information on 19 October 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: 20121411AAABQK4353

Place: Mumbai

Date: 31 October 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 AND HALF YEAR ENDED SEPTEMBER 30, 2020**

| (₹ in crore) |                                                                                                                                                   |               |               |               |                 |                 |
|--------------|---------------------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|-----------------|-----------------|
| Sr. No.      | Particulars                                                                                                                                       | Quarter Ended |               |               | Half Year Ended |                 |
|              |                                                                                                                                                   | 30.09.2020    | 30.06.2020    | 30.09.2019    | 30.09.2020      | 31.03.2020      |
|              |                                                                                                                                                   | (Unaudited)   | (Unaudited)   | (Unaudited)   | (Unaudited)     | (Audited)       |
| <b>1</b>     | <b>Interest Earned (a+b+c+d)</b>                                                                                                                  | <b>878.45</b> | <b>873.13</b> | <b>879.20</b> | <b>1,751.58</b> | <b>3,536.63</b> |
| a.           | Interest / Discount on advances / bills                                                                                                           | 709.78        | 699.74        | 706.25        | 1,409.52        | 2,843.19        |
| b.           | Income on Investments                                                                                                                             | 146.62        | 146.44        | 156.41        | 293.06          | 622.79          |
| c.           | Interest on balances with Reserve Bank of India and Other Inter Bank Funds                                                                        | 13.09         | 17.90         | 8.39          | 30.99           | 37.08           |
| d.           | Others                                                                                                                                            | 8.96          | 9.05          | 8.15          | 18.01           | 33.57           |
| <b>2</b>     | <b>Other Income (Refer note 3)</b>                                                                                                                | <b>92.53</b>  | <b>77.57</b>  | <b>101.39</b> | <b>170.10</b>   | <b>391.10</b>   |
| <b>3</b>     | <b>Total Income (1+2)</b>                                                                                                                         | <b>970.98</b> | <b>950.70</b> | <b>980.59</b> | <b>1,921.68</b> | <b>3,927.73</b> |
| <b>4</b>     | <b>Interest Expended</b>                                                                                                                          | <b>544.54</b> | <b>566.40</b> | <b>565.84</b> | <b>1,110.94</b> | <b>2,271.72</b> |
| <b>5</b>     | <b>Operating Expenses (i+ii+iii)</b>                                                                                                              | <b>201.63</b> | <b>193.16</b> | <b>230.22</b> | <b>394.79</b>   | <b>902.95</b>   |
| i.           | Employees cost                                                                                                                                    | 105.01        | 108.68        | 114.65        | 213.69          | 458.80          |
| ii.          | Rent, Taxes and Lighting                                                                                                                          | 22.66         | 19.40         | 23.45         | 42.06           | 91.92           |
| iii.         | Other Operating Expenses                                                                                                                          | 73.96         | 65.08         | 92.12         | 139.04          | 352.23          |
| <b>6</b>     | <b>Total Expenditure (4+5) (excluding provisions and contingencies)</b>                                                                           | <b>746.17</b> | <b>759.56</b> | <b>796.06</b> | <b>1,505.73</b> | <b>3,174.67</b> |
| <b>7</b>     | <b>Operating Profit before Provisions and Contingencies (3-6)</b>                                                                                 | <b>224.81</b> | <b>191.14</b> | <b>184.53</b> | <b>415.95</b>   | <b>753.06</b>   |
| <b>8</b>     | <b>Provisions (Other than tax) and Contingencies</b>                                                                                              | <b>113.10</b> | <b>83.69</b>  | <b>43.27</b>  | <b>196.79</b>   | <b>261.14</b>   |
| <b>9</b>     | <b>Exceptional Items</b>                                                                                                                          | <b>-</b>      | <b>-</b>      | <b>-</b>      | <b>-</b>        | <b>-</b>        |
| <b>10</b>    | <b>Profit from Ordinary Activities before tax (7-8-9)</b>                                                                                         | <b>111.71</b> | <b>107.45</b> | <b>141.26</b> | <b>219.16</b>   | <b>491.92</b>   |
| <b>11</b>    | <b>Tax expense</b>                                                                                                                                | <b>29.42</b>  | <b>28.07</b>  | <b>49.85</b>  | <b>57.49</b>    | <b>153.98</b>   |
| <b>12</b>    | <b>Net Profit from Ordinary Activities after tax (10-11)</b>                                                                                      | <b>82.29</b>  | <b>79.38</b>  | <b>91.41</b>  | <b>161.67</b>   | <b>337.94</b>   |
| <b>13</b>    | <b>Extraordinary Items (Net of tax expenses)</b>                                                                                                  | <b>-</b>      | <b>-</b>      | <b>-</b>      | <b>-</b>        | <b>-</b>        |
| <b>14</b>    | <b>Net Profit for the period (12-13)</b>                                                                                                          | <b>82.29</b>  | <b>79.38</b>  | <b>91.41</b>  | <b>161.67</b>   | <b>337.94</b>   |
| <b>15</b>    | <b>Paid-up Equity Share Capital (Face value ₹ 10/-)</b>                                                                                           | <b>310.47</b> | <b>310.42</b> | <b>310.07</b> | <b>310.47</b>   | <b>310.42</b>   |
| <b>16</b>    | <b>Reserves excluding Revaluation Reserves</b>                                                                                                    |               |               |               |                 | <b>2,873.36</b> |
| <b>17</b>    | <b>Analytical Ratios</b>                                                                                                                          |               |               |               |                 |                 |
| i.           | Percentage of shares held by Government of India                                                                                                  | Nil           | Nil           | Nil           | Nil             | Nil             |
| ii.          | Capital Adequacy Ratio (%) - Basel III                                                                                                            | 18.28         | 17.91         | 16.16         | 18.28           | 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 (₹)                                                                                                                                     | 2.65          | 2.56          | 2.95          | 5.21            | 10.90           |
|              | (ii) Diluted (₹)                                                                                                                                  | 2.63          | 2.53          | 2.90          | 5.17            | 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 (₹)                                                                                                                                     | 2.65          | 2.56          | 2.95          | 5.21            | 10.90           |
|              | (ii) Diluted (₹)                                                                                                                                  | 2.63          | 2.53          | 2.90          | 5.17            | 10.74           |
| iv.          | Non Performing Assets ('NPAs') Ratios                                                                                                             |               |               |               |                 |                 |
|              | (a) Amount of Gross NPAs                                                                                                                          | 573.70        | 621.79        | 523.24        | 573.70          | 631.51          |
|              | (b) Amount of Net NPAs                                                                                                                            | 205.77        | 248.53        | 237.86        | 205.77          | 293.51          |
|              | (c) % of Gross NPAs to Gross Advances                                                                                                             | 2.27          | 2.44          | 2.09          | 2.27            | 2.46            |
|              | (d) % of Net NPAs to Net Advances                                                                                                                 | 0.83          | 0.99          | 0.96          | 0.83            | 1.16            |
| v.           | Return on Assets (%) (Annualised)                                                                                                                 | 0.86          | 0.82          | 0.99          | 0.84            | 0.90            |



**DCB BANK LIMITED**  
**SUMMARISED BALANCE SHEET**

(₹ in crore)

| Particulars                                                       | As at<br>30.09.2020 | As at<br>30.09.2019 | As at<br>31.03.2020 |
|-------------------------------------------------------------------|---------------------|---------------------|---------------------|
|                                                                   | (Unaudited)         | (Unaudited)         | (Audited)           |
| <b>Capital &amp; Liabilities</b>                                  |                     |                     |                     |
| Capital                                                           | 310.47              | 310.07              | 310.42              |
| Employee Stock Options (Grants Outstanding, net of deferred cost) | 0.97                | 1.04                | 0.98                |
| Reserves & Surplus                                                | 3,272.61            | 2,943.22            | 3,110.75            |
| <b>Capital and Reserves</b>                                       | <b>3,584.05</b>     | <b>3,254.33</b>     | <b>3,422.15</b>     |
| Deposits                                                          | 28,774.73           | 29,363.28           | 30,369.93           |
| Borrowings                                                        | 3,762.66            | 2,783.60            | 3,407.95            |
| Other Liabilities and Provisions                                  | 1,435.43            | 1,617.14            | 1,305.11            |
| <b>Total Capital &amp; Liabilities</b>                            | <b>37,556.87</b>    | <b>37,018.35</b>    | <b>38,505.14</b>    |
| <b>Assets</b>                                                     |                     |                     |                     |
| Cash and Balances with Reserve Bank of India                      | 1,042.68            | 1,374.19            | 1,029.80            |
| Balances with Banks and Money at Call and Short notice            | 2,283.34            | 1,343.08            | 2,516.07            |
| Investments                                                       | 7,481.08            | 7,843.56            | 7,741.50            |
| Advances                                                          | 24,878.64           | 24,797.62           | 25,345.29           |
| Fixed Assets                                                      | 531.58              | 527.62              | 545.87              |
| Other Assets                                                      | 1,339.55            | 1,132.28            | 1,326.61            |
| <b>Total Assets</b>                                               | <b>37,556.87</b>    | <b>37,018.35</b>    | <b>38,505.14</b>    |

**DCB BANK LIMITED**  
**CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020**

(₹ in crore)

| Particulars                                                         | Half year ended |                | Year ended     |
|---------------------------------------------------------------------|-----------------|----------------|----------------|
|                                                                     | 30.09.2020      | 30.09.2019     | 31.03.2020     |
|                                                                     | (Unaudited)     | (Unaudited)    | (Audited)      |
| <b>Cash Flow from Operating Activities</b>                          |                 |                |                |
| Net Profit after tax for the year / period                          | 161.67          | 172.47         | 337.94         |
| Add: Provision for income tax                                       | 57.49           | 94.69          | 153.98         |
| <b>Profit before taxes</b>                                          | <b>219.16</b>   | <b>267.16</b>  | <b>491.92</b>  |
| <b>Adjustments for:</b>                                             |                 |                |                |
| Provisions for Advances                                             | 61.42           | 82.51          | 180.27         |
| Provisions for Restructured Advances                                | 6.57            | (4.04)         | 2.19           |
| Provision for Investments                                           | 10.06           | 0.65           | (1.50)         |
| Provision for Standard Assets                                       | 37.66           | 4.42           | 14.78          |
| General Provision for COVID-19                                      | 80.00           | -              | 63.00          |
| Provision for Other Assets and Contingencies                        | 0.22            | -              | 0.22           |
| Depreciation / Amortisation on Fixed Assets                         | 28.96           | 26.22          | 51.14          |
| Loss on Sale of Fixed Assets                                        | 0.04            | 0.25           | 0.71           |
| Amortisation of Premium on Held-to-Maturity (HTM) Investment        | 16.01           | 12.12          | 25.89          |
| Amortisation of Premium on Acquired Assets                          | 0.05            | 0.37           | 0.74           |
| ESOP Compensation                                                   | -               | 0.01           | -              |
| Cash Flow from Operating Activities before adjustments              | <b>460.15</b>   | <b>389.67</b>  | <b>829.36</b>  |
| <b>Adjustments for:</b>                                             |                 |                |                |
| Increase/(Decrease) in Deposits                                     | (1,595.20)      | 928.17         | 1,934.81       |
| Increase/(Decrease) in Other Liabilities & Provisions               | 12.66           | 94.68          | (290.77)       |
| (Increase)/Decrease in Investments                                  | 234.35          | (12.24)        | 78.20          |
| (Increase)/Decrease in Advances                                     | 398.61          | (1,308.46)     | (1,960.49)     |
| (Increase)/Decrease in Other Assets                                 | (1.80)          | (50.22)        | (242.46)       |
| Refund/(Payment) of direct taxes (Including Tax Deducted at Source) | (68.85)         | (116.36)       | (177.96)       |
| <b>Net cash generated from / (used in) operating activities</b>     | <b>(560.08)</b> | <b>(74.76)</b> | <b>170.69</b>  |
| <b>Cash Flow from / (used in) Investing Activities</b>              |                 |                |                |
| Purchase of Fixed assets                                            | (15.05)         | (28.49)        | (72.91)        |
| Proceeds from sale of Fixed Assets                                  | 0.34            | 0.38           | 1.17           |
| <b>Net Cash Flow from / (used in) Investing activities</b>          | <b>(14.71)</b>  | <b>(28.11)</b> | <b>(71.74)</b> |
| <b>Cash Flow from / (used in) Financing Activities</b>              |                 |                |                |
| Proceeds from Issue of Capital (including ESOPs)                    | 0.23            | 3.71           | 6.13           |
| Proceeds from Borrowings                                            | 840.00          | 690.00         | 1,791.00       |
| Repayment of Borrowings                                             | (485.29)        | (629.60)       | (1,106.25)     |
| Dividend and Dividend Tax Paid                                      | -               | (37.35)        | (37.34)        |
| <b>Net Cash Flow from / (used in) Financing activities</b>          | <b>354.94</b>   | <b>26.76</b>   | <b>653.54</b>  |
| <b>Net increase/ (decrease) in cash and cash equivalents</b>        | <b>(219.85)</b> | <b>(76.11)</b> | <b>752.49</b>  |
| Cash and cash equivalents at the beginning of the period            | 3,545.87        | 2,793.38       | 2,793.38       |
| Cash and cash equivalents at the end of the period                  | 3,326.02        | 2,717.27       | 3,545.87       |



**SEGMENTAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020**

(₹ in crore)

| Sr. No. | Business Segment                                                  | Quarter Ended    |                  |                  | Half Year Ended  |                  | Year Ended       |
|---------|-------------------------------------------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|
|         |                                                                   | 30.09.2020       | 30.06.2020       | 30.09.2019       | 30.09.2020       | 30.09.2019       | 31.03.2020       |
|         |                                                                   | (Unaudited)      | (Unaudited)      | (Unaudited)      | (Unaudited)      | (Unaudited)      | (Audited)        |
| 1       | <b>Segment Revenue</b>                                            |                  |                  |                  |                  |                  |                  |
| a       | Treasury Operations                                               | 242.76           | 247.17           | 255.52           | 489.93           | 500.42           | 994.83           |
| b       | Corporate / Wholesale Banking                                     | 99.59            | 101.09           | 124.83           | 200.68           | 256.92           | 500.86           |
| c       | Retail Banking                                                    | 778.13           | 746.67           | 777.85           | 1,524.80         | 1,521.79         | 3,137.19         |
| d       | Other Banking Operations                                          | 8.01             | 4.98             | 8.06             | 12.99            | 16.36            | 38.77            |
| e       | Unallocable                                                       | (0.11)           | 0.07             | (0.03)           | (0.04)           | (0.24)           | (0.70)           |
|         | <b>Total</b>                                                      | <b>1,128.38</b>  | <b>1,099.98</b>  | <b>1,166.23</b>  | <b>2,228.36</b>  | <b>2,295.25</b>  | <b>4,670.95</b>  |
|         | <b>Less:- Inter Segment Revenue</b>                               | <b>157.40</b>    | <b>149.28</b>    | <b>185.64</b>    | <b>306.68</b>    | <b>370.20</b>    | <b>743.22</b>    |
|         | <b>Income from Operations</b>                                     | <b>970.98</b>    | <b>950.70</b>    | <b>980.59</b>    | <b>1,921.68</b>  | <b>1,925.05</b>  | <b>3,927.73</b>  |
| 2       | <b>Segment Results</b>                                            |                  |                  |                  |                  |                  |                  |
| a       | Treasury Operations                                               | 31.55            | 51.30            | 27.82            | 82.85            | 46.20            | 90.45            |
| b       | Corporate / Wholesale Banking                                     | (6.31)           | 3.70             | 20.15            | (2.61)           | 44.62            | 71.04            |
| c       | Retail Banking                                                    | 84.43            | 51.22            | 91.51            | 135.65           | 173.13           | 312.42           |
| d       | Other Banking Operations                                          | 7.50             | 4.70             | 7.92             | 12.20            | 15.75            | 37.54            |
| e       | Unallocable                                                       | (5.46)           | (3.47)           | (6.14)           | (8.93)           | (12.54)          | (19.53)          |
|         | <b>Total Profit before Tax</b>                                    | <b>111.71</b>    | <b>107.45</b>    | <b>141.26</b>    | <b>219.16</b>    | <b>267.16</b>    | <b>491.92</b>    |
| 3       | <b>Segment Assets</b>                                             |                  |                  |                  |                  |                  |                  |
| a       | Treasury Operations                                               | 11,638.41        | 12,049.55        | 11,204.07        | 11,638.41        | 11,204.07        | 12,023.82        |
| b       | Corporate / Wholesale Banking                                     | 3,386.62         | 3,608.48         | 3,856.93         | 3,386.62         | 3,856.93         | 3,713.77         |
| c       | Retail Banking                                                    | 22,273.24        | 22,239.65        | 21,710.16        | 22,273.24        | 21,710.16        | 22,514.99        |
| d       | Other Banking Operations                                          | -                | 0.01             | 0.04             | -                | 0.04             | 0.02             |
| e       | Unallocable                                                       | 258.60           | 257.88           | 247.15           | 258.60           | 247.15           | 252.54           |
|         | <b>Total Segment Assets</b>                                       | <b>37,556.87</b> | <b>38,155.57</b> | <b>37,018.35</b> | <b>37,556.87</b> | <b>37,018.35</b> | <b>38,505.14</b> |
| 4       | <b>Segment Liabilities</b>                                        |                  |                  |                  |                  |                  |                  |
| a       | Treasury Operations                                               | 6,793.96         | 7,426.82         | 7,272.02         | 6,793.96         | 7,272.02         | 8,020.39         |
| b       | Corporate / Wholesale Banking                                     | 2,038.70         | 2,455.76         | 2,792.09         | 2,038.70         | 2,792.09         | 2,440.09         |
| c       | Retail Banking                                                    | 25,138.33        | 24,769.23        | 23,693.42        | 25,138.33        | 23,693.42        | 24,615.71        |
| d       | Other Banking Operations                                          | 0.54             | 0.90             | 0.66             | 0.54             | 0.66             | 0.95             |
| e       | Unallocable                                                       | 1.29             | 1.29             | 5.83             | 1.29             | 5.83             | 5.85             |
|         | <b>Total Segment Liabilities</b>                                  | <b>33,972.82</b> | <b>34,654.00</b> | <b>33,764.02</b> | <b>33,972.82</b> | <b>33,764.02</b> | <b>35,082.99</b> |
| 5       | <b>Capital Employed</b><br>(Segment Assets - Segment Liabilities) |                  |                  |                  |                  |                  |                  |
| a       | Treasury Operations                                               | 4,844.45         | 4,622.73         | 3,932.05         | 4,844.45         | 3,932.05         | 4,003.43         |
| b       | Corporate / Wholesale Banking                                     | 1,347.92         | 1,152.72         | 1,064.84         | 1,347.92         | 1,064.84         | 1,273.68         |
| c       | Retail Banking                                                    | (2,865.09)       | (2,529.58)       | (1,983.26)       | (2,865.09)       | (1,983.26)       | (2,100.72)       |
| d       | Other Banking Operations                                          | (0.54)           | (0.89)           | (0.62)           | (0.54)           | (0.62)           | (0.93)           |
| e       | Unallocable                                                       | 257.31           | 256.59           | 241.32           | 257.31           | 241.32           | 246.69           |
|         | <b>Total Capital Employed</b>                                     | <b>3,584.05</b>  | <b>3,501.57</b>  | <b>3,254.33</b>  | <b>3,584.05</b>  | <b>3,254.33</b>  | <b>3,422.15</b>  |

**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 half year ended September 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 October 31, 2020. The results have been subjected to a limited review by the Statutory Auditors of the Bank. The report thereon is unmodified.
- 2 The financial results for the quarter and half ended September 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 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) and income from sale of Priority Sector Lending Certificates.
- 4 During the quarter and half year ended September 30, 2020, the Bank allotted 41,350 and 50,200 shares respectively 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. In quarter ended March 31, 2020, the Bank had made a provision of Rs.63 crore towards accounts covered under COVID-19 Regulatory Package. In quarter ended June 30, 2020, the Bank made a further provision of Rs.32 crore. During the quarter ended September 30, 2020, the Bank has made incremental provision of Rs.48 crores taking the total provision to Rs.143 crore which is higher than the RBI prescribed minimum requirement 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 The disclosures as required under RBI circular DOR.No.BP.BC.63/21.04.048/2019-20 dated April 17, 2020 is given below for the half year ended as on September 30, 2020:

|                                                                                                       | (₹ in crores) |
|-------------------------------------------------------------------------------------------------------|---------------|
| Amounts in SMA/overdue categories, where the moratorium/deferment was extended (As of March 31, 2020) | 1,908.08      |
| Amount where asset classification benefits is extended (As of September 30, 2020)                     | 356.34        |
| Provisions held as of September 30, 2020*                                                             | 68.00         |
| Provisions adjusted during the half year ended September 30, 2020 against slippages                   | -             |

\* Mandatory requirement of provision is 10%

- 7 The Honourable Supreme Court of India (Hon'ble SC), in a public interest litigation (Gajendra Sharma Vs. Union of India & Anr), vide an interim order dated September 03, 2020 ("Interim Order"), has directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. Basis the said interim order, the Bank has not classified any account which was not NPA as of August 31, 2020, as NPA for the period ended September 30, 2020.  
However, if the Bank had classified borrower accounts as NPA after August 31, 2020, the Bank's proforma Gross NPA ratio and proforma Net NPA ratio would have been 2.39% and 0.92% respectively. Pending disposal of the case, the Bank, as a matter of prudence has, in respect of these accounts made a contingent provision, which is included in "Provision (other than tax) and Contingencies".
- 8 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.dccb.com/cms/showpage/page/disclosures>. These disclosures have not been reviewed / audited by the Statutory Auditors.
- 9 The figures for the period ended September 30, 2019 and March 31, 2020 were reviewed/ audited by the previous Statutory Auditors.
- 10 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

Place : Mumbai  
Date : October 31, 2020

Murali M. Natrajan  
MD & CEO

