

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2005**

(Rs. in lac)

	Particulars	Unaudited results for the quarter ended 31-12-2005	Unaudited results for the quarter ended 31-12-2004	Unaudited results for the nine months ended 31-12- 2005	Unaudited results for the nine months ended 31-12- 2004	Audited results for the year ended 31-03-2005
<b>1</b>	<b>Interest Earned (a) + (b) + (c) + (d)</b>	<b>117981</b>	<b>77903</b>	<b>309684</b>	<b>222628</b>	<b>309349</b>
a	Interest / discount on advances / bills	73105	43358	187754	117570	166370
b	Income on investments	41824	32704	111906	96248	131149
c	Interest on balances with Reserve Bank of India and other inter bank funds	3013	1831	9961	8789	11809
d	Others	39	10	63	21	21
2	Other Income	29613	20052	81983	43128	65134
<b>A</b>	<b>Total Income (1+2)</b>	<b>147594</b>	<b>97955</b>	<b>391667</b>	<b>265756</b>	<b>374483</b>
3	Interest Expended	50920	33904	129041	96193	131556
<b>4</b>	<b>Operating Expenses (e) + (f)</b>	<b>44912</b>	<b>27862</b>	<b>120877</b>	<b>75670</b>	<b>108540</b>
e	Payment to and provision for employees	12500	7250	34926	19274	27667
f	Other operating expenses	32412	20612	85951	56396	80873
<b>B</b>	<b>Total Expenditure (3) + (4)</b>	<b>95832</b>	<b>61766</b>	<b>249918</b>	<b>171863</b>	<b>240096</b>
<b>C</b>	<b>Operating Profit (A – B) (Profit before provisions and contingencies)</b>	<b>51762</b>	<b>36189</b>	<b>141749</b>	<b>93893</b>	<b>134387</b>
D	Other Provisions and Contingencies	19715	11308	54362	25786	36493
E	Provision for Taxes	9607	7788	26630	21788	31338
<b>F</b>	<b>Net Profit (C-D-E)</b>	<b>22440</b>	<b>17093</b>	<b>60757</b>	<b>46319</b>	<b>66556</b>
5	Paid up equity share capital (face value Rs. 10)	31218	28654	31218	28654	30988
6	Reserves excluding revaluation reserve					420997
<b>7</b>	<b>Analytical Ratios:</b>					
A	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
B	Capital adequacy ratio	10.3%	9.4%	10.3%	9.4%	12.2%
C	Earnings per share (par value Rs. 10/- each)					
	Basic	7.2	6.0	19.5	16.2	22.9
	Diluted	6.8	5.6	18.4	15.3	21.6
<b>8</b>	<b>Aggregate of Non-promoter shareholding</b>					
	-No. of shares	243,320,308	217,681,813	243,320,308	217,681,813	241,014,308
	-Percentage of shareholding	77.9%	76.0%	77.9%	76.0%	77.8%

Segment information in accordance with the Accounting Standard on Segment Reporting (AS17) of the three operating segments of the Bank is as under:

(Rs. in lac)

Particulars	Unaudited results for the quarter ended 31-12-2005	Unaudited results for the quarter ended 31-12-2004	Unaudited results for the nine months ended 31-12-2005	Unaudited results for the nine months ended 31-12-2004	Audited results for the year ended 31-03-2005
<b>1. Segment Revenue</b>					
a) Retail Banking	135641	89376	358105	248495	353627
b) Wholesale Banking	74527	56817	199198	153988	205635
c) Treasury	18082	10072	52544	18621	28689
<b>Total</b>	<b>228250</b>	<b>156265</b>	<b>609847</b>	<b>421104</b>	<b>587951</b>
Less: Inter Segment Revenue	80656	58310	218180	155348	213468
<b>Income from Operations</b>	<b>147594</b>	<b>97955</b>	<b>391667</b>	<b>265756</b>	<b>374483</b>
<b>2. Segment Results</b>					
a) Retail Banking	12912	11071	38246	36166	52064
b) Wholesale Banking	18654	14574	48640	38781	53936
c) Treasury	481	(764)	501	(6840)	(8106)
<b>Total Profit Before Tax</b>	<b>32047</b>	<b>24881</b>	<b>87387</b>	<b>68107</b>	<b>97894</b>
<b>3.Capital Employed</b> (Segment Assets-Segment Liabilities)					
a) Retail Banking	87546	(93072)	87546	(93072)	(289153)
b) Wholesale Banking	472900	489589	472900	489589	1002995
c) Treasury	(70961)	(97077)	(70961)	(97077)	(269913)
d) Unallocated	30441	19835	30441	19835	8056
<b>Total</b>	<b>519926</b>	<b>319275</b>	<b>519926</b>	<b>319275</b>	<b>451985</b>

#### Note on segment information

The reportable primary segments have been identified in accordance with the Accounting Standard on Segment Reporting (AS-17) issued by the Institute of Chartered Accountants of India (ICAI).

The Bank operates in three segments: retail banking, wholesale banking and treasury services. 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 organisation structure and the internal business reporting systems.

**NOTES:**

1. The above results have been taken on record by the Board at its meeting held on January 10, 2006.
2. During the quarter and the nine months ended December 31, 2005, the Bank allotted 247,200 shares and 2,306,000 shares respectively pursuant to the exercise of stock options by certain employees. The Bank allotted 217,100 shares on January 6, 2006 pursuant to the exercise of stock options by certain employees during the month of December 2005.
3. Other income relates to income from non-fund based banking activities including commission, fees, foreign exchange earnings, earnings from derivative transactions and profit and loss (including revaluation) from investments.
4. Provision for Taxes includes Rs. 300 lac and Rs. 900 lac towards provision for fringe benefit tax (FBT) for the quarter and the nine months ended December 31, 2005, respectively.
5. The Bank had filed a shelf registration for raising long-term, unsecured, subordinated bonds qualifying as Tier II capital upto Rs.1000 crores and had got a AAA rating for such bonds. During the quarter ended December 31, 2005, the Bank raised Rs. 414 crores as Tier II capital in the form of such subordinated bonds having a maturity of around 9.5 years and at an interest rate of 7.5% per annum.
6. Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended December 31, 2005:  
  
Opening: nil; Additions: 52; Disposals: 52; Closing: nil.
7. Previous period figures have been regrouped/reclassified wherever necessary to conform to current period's classification.
8. The above results for the quarter and the nine months ended December 31, 2005, have been subjected to a "Limited Review" by the auditors of the Bank, as per the listing agreements with Bombay Stock Exchange Limited (erstwhile The Stock Exchange, Mumbai) and The National Stock Exchange of India Limited.
9. Rs. 10 lac = Rs. 1 million  
Rs. 10 million = Rs. 1 crore

Place : Mumbai  
Date : January 10, 2006

**Aditya Puri**  
Managing Director

(Rs. in lac)

<b>Summarised Balance Sheet</b>	<b>As at 31-12-2005</b>	<b>As at 31-12-2004</b>
<b>CAPITAL AND LIABILITIES</b>		
Capital	31218	28654
Reserves and Surplus	488708	290621
Employees' Stock Options (Grants) Outstanding	8	70
Deposits	5119462	3742852
Borrowings	375213	222847
Subordinated debt	91400	50000
Other Liabilities and Provisions	656288	420560
<b>Total</b>	<b>6762297</b>	<b>4755604</b>
<b>ASSETS</b>		
Cash and balances with The Reserve Bank of India	361591	203632
Balances with Banks and Money at Call and Short notice	198328	103421
Investments	2288126	1896171
Advances	3615621	2342951
Fixed Assets	75811	65259
Other Assets	222820	144170
<b>Total</b>	<b>6762297</b>	<b>4755604</b>