

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2006**

(Rs. in lacs)

	Particulars	Unaudited results for the quarter ended 31-12-2006	Unaudited results for the quarter ended 31-12-2005	Unaudited results for the nine months ended 31-12- 2006	Unaudited results for the nine months ended 31-12- 2005	Audited results for the year ended 31-03-2006
<b>1</b>	<b>Interest Earned (a) + (b) + (c) + (d)</b>	<b>175931</b>	<b>117981</b>	<b>489926</b>	<b>309684</b>	<b>447534</b>
A	Interest / discount on advances / bills	113729	73105	303890	187754	270020
B	Income on investments	58483	41824	169766	111906	163166
C	Interest on balances with Reserve Bank of India and other inter bank funds	3588	3013	15979	9961	14255
D	Others	131	39	291	63	93
2	Other Income	37330	29613	112180	81983	112398
<b>A</b>	<b>Total Income (1+2)</b>	<b>213261</b>	<b>147594</b>	<b>602106</b>	<b>391667</b>	<b>559932</b>
3	Interest Expended	83068	50920	230740	129041	192950
<b>4</b>	<b>Operating Expenses (e) + (f)</b>	<b>60502</b>	<b>44912</b>	<b>173687</b>	<b>120877</b>	<b>169109</b>
E	Payment to and provision for employees	21384	12500	56153	34926	48682
F	Other operating expenses	39118	32412	117534	85951	120427
<b>B</b>	<b>Total Expenditure (3) + (4)</b>	<b>143570</b>	<b>95832</b>	<b>404427</b>	<b>249918</b>	<b>362059</b>
<b>C</b>	<b>Operating Profit (A – B) (Profit before provisions and contingencies)</b>	<b>69691</b>	<b>51762</b>	<b>197679</b>	<b>141749</b>	<b>197873</b>
D	Other Provisions and Contingencies	26639	19715	83597	54362	72522
E	Provision for Taxes	13488	9607	34294	26630	38273
<b>F</b>	<b>Net Profit (C-D-E)</b>	<b>29564</b>	<b>22440</b>	<b>79788</b>	<b>60757</b>	<b>87078</b>
5	Paid up equity share capital (face value Rs. 10)	31515	31218	31515	31218	31314
6	Reserves excluding revaluation reserve					498639
<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	12.8%	10.3%	12.8%	10.3%	11.4%
C	Earnings per share (par value Rs. 10/- each)					
	Basic	9.4	7.2	25.4	19.5	27.9
	Diluted	9.2	6.8	25.0	18.4	26.3
<b>8</b>	<b>Aggregate of Non-promoter shareholding</b>					
	-No. of shares	246288408	243320308	246288408	243320308	244281408
	-Percentage of shareholding	78.1%	77.9%	78.1%	77.9%	78.0%

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 lacs)

Particulars	Unaudited results for the quarter ended 31-12-2006	Unaudited results for the quarter ended 31-12-2005	Unaudited results for the nine months ended 31-12-2006	Unaudited results for the nine months ended 31-12-2005	Audited results for the year ended 31-03-2006
<b>1.Segment Revenue</b>					
a) Retail Banking	199993	135641	559127	358105	517384
b) Wholesale Banking	132402	74527	360004	199198	285338
c) Treasury	13109	18082	46878	52544	77389
<b>Total</b>	<b>345504</b>	<b>228250</b>	<b>966009</b>	<b>609847</b>	<b>880111</b>
Less: Inter Segment Revenue	132243	80656	363903	218180	320179
<b>Income from Operations</b>	<b>213261</b>	<b>147594</b>	<b>602106</b>	<b>391667</b>	<b>559932</b>
<b>2. Segment Results</b>					
a) Retail Banking	18598	12912	66245	38246	70167
b) Wholesale Banking	24400	18654	48954	48640	53787
c) Treasury	54	481	(1117)	501	1397
<b>Total Profit Before Tax</b>	<b>43052</b>	<b>32047</b>	<b>114082</b>	<b>87387</b>	<b>125351</b>
<b>3.Capital Employed</b> (Segment Assets-Segment Liabilities)					
a) Retail Banking	(59661)	87546	(59661)	87546	(1316)
b) Wholesale Banking	568758	472900	568758	472900	207260
c) Treasury	68117	(70961)	68117	(70961)	302572
d) Unallocated	41132	30441	41132	30441	21437
<b>Total</b>	<b>618346</b>	<b>519926</b>	<b>618346</b>	<b>519926</b>	<b>529953</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 approved by the Board at its meeting held on January 11, 2007.
2. During the quarter and the nine months ended December 31, 2006, the Bank allotted 774,600 shares and 2,007,000 shares respectively pursuant to the exercise of stock options by certain employees.
3. During the quarter ended December 31, 2006, the bank granted 3586500 stock options under its scheme titled "ESOS VIII" and 3046800 stock options under its scheme titled "ESOS IX" to its employees. The grant price of these options is Rs. 994.85, being the closing market price as on the working day immediately preceding the date of grant of options.
4. 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.
5. Provision for Taxes includes Rs. 375 lacs and Rs. 1200 lacs towards provision for fringe benefit tax (FBT) for the quarter and the nine months ended December 31, 2006, respectively.
6. During the quarter ended December 31, 2006, the Bank raised Rs. 47850 lacs as Upper Tier II capital in the form of subordinated bonds.
7. As on December 31, 2006, the total number of branches (including extension counters) and the ATM network stood at 583 branches and 1471 ATMs respectively.
8. Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended December 31, 2006:  
  
Opening: Nil; Additions: 55; Disposals: 55; Closing: Nil.
9. Previous period figures have been regrouped/reclassified wherever necessary to conform to current period's classification.
10. The above results for the quarter and the nine months ended December 31, 2006, have been subjected to a "Limited Review" by the auditors of the Bank, as per the listing agreements with Bombay Stock Exchange Limited and The National Stock Exchange of India Limited.
11. Rs. 10 lacs = Rs. 1 million  
Rs. 10 million = Rs. 1 crore

Place : Mumbai  
Date : January 11, 2007

**Aditya Puri**  
Managing Director

(Rs. in lacs)		
<b>Summarised Balance Sheet</b>	<b>As at 31-12-2006</b>	<b>As at 31-12-2005</b>
<b>CAPITAL AND LIABILITIES</b>		
Capital	31515	31218
Reserves and Surplus	586831	488708
Employees' Stock Options (Grants) Outstanding	1	8
Deposits	6674874	5119462
Borrowings	451205	375213
Other Liabilities and Provisions*	1216342	747688
<b>Total</b>	<b>8960768</b>	<b>6762297</b>
<b>ASSETS</b>		
Cash and balances with The Reserve Bank of India	452178	361591
Balances with Banks and Money at Call and Short notice	353278	198328
Investments	2972242	2288126
Advances	4802135	3615621
Fixed Assets	95738	75811
Other Assets	285197	222820
<b>Total</b>	<b>8960768</b>	<b>6762297</b>

\* Includes Subordinated Debt of Rs. 309050 lacs (previous year : Rs. 91400 lacs) and Rs. 20000 lacs (previous year : nil) of unsecured non-convertible subordinated perpetual bonds as on December 31 2006.