

HDFC BANK LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2008

(Rs. in lacs)

	Particulars	Quarter ended 30.06.2008	Quarter ended 30.06.2007	Year ended 31.03.2008
		Unaudited	Unaudited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	362173	206916	1011500
	a) Interest/discount on advances/bills	263638	145362	696673
	b) Income on Investments	95121	56047	287204
	c) Interest on balances with Reserve			
	Bank of India and other inter bank funds	2426	5337	27239
	d) Others	988	170	384
2	Other Income	59342	57254	228315
3	A) TOTAL INCOME (1) + (2)	421515	264170	1239815
4	Interest Expended	189826	108364	488712
5	Operating Expenses (i) + (ii)	128938	77438	374562
	i) Employees cost	54058	28388	130135
	ii) Other operating expenses	74880	49050	244427
6	B) TOTAL EXPENDITURE (4)+(5) (excluding Provisions & Contingencies)	318764	185802	863274
7	Operating Profit before Provisions and Contingencies (3) -(6)	102751	78368	376541
8	Provisions (Other than tax) and Contingencies	34447	30712	148478
9	Exceptional Items	-	-	-
10	Profit / (Loss) from ordinary activities before tax (7-8-9)	68304	47656	228063
11	Tax Expense	21869	15533	69045
12	Net Profit / (Loss) from Ordinary Activities after tax (10-11)	46435	32123	159018
13	Extraordinary items (net of tax expense)	-	-	-
14	Net Profit / (Loss) (12-13)	46435	32123	159018
15	Paid up equity share capital (Face Value of Rs.10/- each)	42462	33319	35443
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)			1114280
17	Analytical Ratios			
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL
	(ii) Capital Adequacy Ratio	12.2%	13.1%	13.6%
	(iii) Earnings per share (Rs.)			
	(a) Basic EPS before & after extraordinary items (net of tax expense) -not annualized	11.0	10.0	46.2
	(b) Diluted EPS before & after extraordinary items (net of tax expense) -not annualized	10.8	10.0	45.6
	(iv) NPA Ratios			
	(a) Gross NPA	150274	71016	90697
	(b) Net NPA	49607	21424	29852
	(c) % of Gross NPA to Gross Advances	1.5%	1.3%	1.3%
	(d) % of Net NPA to Net Advances	0.5%	0.4%	0.5%
	(v) Return on assets (average) - not annualized	0.3%	0.3%	1.3%
18	Public Shareholding			
	- No. of shares	342173776	250744008	271989920
	- Percentage of Shareholding	80.6%	75.3%	76.7%

Segment information in accordance with the Accounting Standard on Segment Reporting (AS 17) of the operating segments of the Bank is as under:

(Rs. in lacs)			
Particulars	Quarter ended 30.06.2008	Quarter ended 30.06.2007	Year ended 31.03.2008
1 Segment Revenue			
a) Treasury	105165	71908	165167
b) Retail Banking	327291	195610	909649
c) Wholesale Banking	239154	135860	673731
d) Other banking operations	39110	26108	127942
e) Unallocated	351	-	-
Total	711071	429486	1876489
Less: Inter Segmental Revenue	289556	165316	636674
Income from Operations	421515	264170	1239815
2 Segment Results			
a) Treasury	4350	12485	48832
b) Retail Banking	30600	10676	54015
c) Wholesale Banking	34223	24928	119796
d) Other banking operations	6378	5628	30987
e) Unallocated	(7247)	(6061)	(25567)
Total Profit Before Tax	68304	47656	228063
3 Capital Employed (Segment Assets - Segment Liabilities)			
a) Treasury	4603013	3692146	5056093
b) Retail Banking	(3060561)	(1385992)	(1903697)
c) Wholesale Banking	(209018)	(1317074)	(2109915)
d) Other banking operations	353746	216149	325401
e) Unallocated	(1687180)	(1205229)	(1367882)
Total	-	-	-

Business 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 organization structure, the internal business reporting system and the guidelines prescribed by RBI.

Geographic Segments

Since the Bank does not have material earnings emanating outside India, the Bank is considered to operate in only the domestic segment.

Notes :

- 1 The above results have been approved by the Board at its meeting held on July 28, 2008.
- 2 Centurion Bank of Punjab Ltd. merged with HDFC Bank Ltd. effective May 23, 2008 as per the order of Reserve Bank of India (RBI) dated May 20, 2008. The shareholders of erstwhile Centurion Bank of Punjab Ltd. (eCBoP) were allotted 6,98,83,956 equity shares of Rs. 10/- each pursuant to the share swap ratio of one (1) equity share of Rs. 10/- each of HDFC Bank Ltd. for every twenty nine (29) equity shares of Re. 1/- each held in Centurion Bank of Punjab Ltd. by them as on June 16, 2008. The merger has been accounted for as per the pooling of interest method of accounting in accordance with the scheme of amalgamation.
- 3 The results for the quarter ended June 30, 2008 includes operations of eCBoP for the same period, on amalgamation of eCBoP with HDFC Bank Ltd. with effect from the appointed date of April 1, 2008 as per the Scheme of Amalgamation (Scheme). Hence the results for the quarter ended June 30, 2008 are not comparable with that of the corresponding period of the previous year.
- 4 Pursuant to the amalgamation of eCBoP with HDFC Bank Ltd. and post approval of the shareholders of the Bank at its extraordinary general meeting held on March 27, 2008, the Bank issued 2,62,00,220 warrants to HDFC Ltd. on a preferential basis during the quarter ended June 30, 2008. These warrants are convertible into equity shares.
- 5 During the quarter ended June 30, 2008, the Bank allotted 299,900 shares pursuant to the exercise of stock options by certain employees.
- 6 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.
- 7 Provision for taxes includes Rs.7.0 crores towards provision for Fringe Benefit Tax for the quarter ended June 30, 2008.
- 8 As on June 30, 2008, the total number of branches (including extension counters) and the ATM network stood at 1229 branches and 2526 ATMs respectively
- 9 Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended June 30, 2008:
Opening : nil ; Additions : 33 ; Disposals : 33 ; Closing position : nil.
- 10 These results for the quarter ended June 30, 2008, have been subjected to a "Limited Review" by the Statutory Auditors of the Bank.
- 11 Figures of the previous period have been regrouped/reclassified wherever necessary to conform to current period's classification.
- 12 Rs. 10 lac = Rs. 1 million
Rs. 10 million = Rs. 1 crore

(Rs. in lacs)

Summarised Balance Sheet	As at 30-06-2008	As at 30-06-2007
CAPITAL AND LIABILITIES		
Capital	42462	33319
Reserves and Surplus	1289326	776373
Employees' Stock Options (Grants) Outstanding	735	-
Deposits	13091759	8160448
Borrowings	666350	277508
Other Liabilities and Provisions*	1769236	1321878
Total	16859868	10569526
ASSETS		
Cash and balances with Reserve Bank of India	1581384	847167
Balances with Banks and Money at Call and Short notice	270119	363139
Investments	4568491	3516539
Advances	9679687	5383934
Fixed Assets	149819	104359
Other Assets	610368	354388
Total	16859868	10569526

*Includes subordinated debt and unsecured non-convertible subordinated perpetual bonds of Rs. 352595 lacs as on June 30, 2008 (previous year: Rs. 325495 lacs).