

HDFC BANK LIMITED

FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2009

(Rs. in lacs)					
	Particulars	Quarter Ended 31.03.2009	Quarter Ended 31.03.2008	Year ended 31.03.2009	Year ended 31.03.2008
		Unaudited	Unaudited	Audited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	425083	295618	1633227	1011500
	a) Interest/discount on advances/bills	309717	200894	1213675	696673
	b) Income on Investments	112639	87763	400796	287204
	c) Interest on balances with Reserve				
	Bank of India and other inter bank funds	2649	6949	18426	27239
	d) Others	78	12	330	384
2	Other Income	111469	54934	329061	228315
3	A) TOTAL INCOME (1) + (2)	536552	350552	1962288	1239815
4	Interest Expended	239883	131408	891110	488712
5	Operating Expenses (i) + (ii)	139617	110274	553282	374562
	i) Employees cost	50385	34560	223820	130135
	ii) Other operating expenses	89232	75714	329462	244427
6	B) TOTAL EXPENDITURE (4)+(5)				
	(excluding Provisions & Contingencies)				
7	Operating Profit before Provisions and Contingencies (3) - (6)	379500	241682	1444392	863274
8	Provisions (Other than tax) and Contingencies	157052	108870	517896	376541
9	Exceptional Items	65741	46514	187970	148478
10	Profit / (Loss) from ordinary activities before tax (7-8-9)	-	-	-	-
11	Tax Expense	91311	62356	329926	228063
12	Net Profit / (Loss) from Ordinary Activities after tax (10-11)	28223	15245	105431	69045
13	Extraordinary items (net of tax expense)	-	-	-	-
14	Net Profit / (Loss) (12-13)	63088	47111	224495	159018
15	Paid up equity share capital (Face Value of Rs.10/- each)	63088	47111	224495	159018
		42538	35443	42538	35443
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)			1422095	1114280
17	Analytical Ratios				
	(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
	(ii) Capital Adequacy Ratio (as per Basel 1)	15.1%	13.6%	15.1%	13.6%
	(iii) Earnings per share (Rs.)				
	(a) Basic EPS before & after extraordinary items (net of tax expense) -not annualized	14.8	13.3	52.9	46.2
	(b) Diluted EPS before & after extraordinary items (net of tax expense) -not annualized	14.8	13.1	52.6	45.6
	(iv) NPA Ratios				
	(a) Gross NPA	198807	90697	198807	90697
	(b) Net NPA	62762	29852	62762	29852
	(c) % of Gross NPA to Gross Advances	1.98%	1.34%	1.98%	1.34%
	(d) % of Net NPA to Net Advances	0.6%	0.5%	0.6%	0.5%
	(v) Return on assets (average) - not annualized	0.3%	0.3%	1.3%	1.3%
18	Public Shareholding				
	- No. of shares	342941109	271989920	342941109	271989920
	- Percentage of Shareholding	80.6%	76.7%	80.6%	76.7%
19	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	- No. of shares	-	-	-	-
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-	-
	(b) Non - encumbered				
	- No. of shares	82443000	82443000	82443000	82443000
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.0%	100.0%	100.0%	100.0%
	- Percentage of Shares (as a % of the total share capital of the Company)	19.4%	23.3%	19.4%	23.3%

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

Particulars	(Rs. in lacs)			
	Quarter Ended 31.03.2009	Quarter Ended 31.03.2008	Year ended 31.03.2009	Year ended 31.03.2008
	Unaudited	Unaudited	Audited	Audited
1 Segment Revenue				
a) Treasury	147063	102750	491701	353373
b) Retail Banking	382860	250449	1488083	909649
c) Wholesale Banking	237247	199388	1060584	673731
d) Other banking operations	67835	41208	214604	127942
e) Unallocated	-	-	351	-
Total	835005	593795	3255323	2064695
Less: Inter Segmental Revenue	298453	243243	1293035	824880
Income from Operations	536552	350552	1962288	1239815
2 Segment Results				
a) Treasury	42317	9131	48818	48832
b) Retail Banking	15551	20136	126893	54015
c) Wholesale Banking	20547	29398	124226	119796
d) Other banking operations	25109	10108	63551	30987
e) Unallocated	(12213)	(6417)	(33562)	(25567)
Total Profit Before Tax	91311	62356	329926	228063
3 Capital Employed (Segment Assets - Segment Liabilities)				
a) Treasury	6369467	5056093	6369467	5056093
b) Retail Banking	(3432730)	(1903697)	(3432730)	(1903697)
c) Wholesale Banking	(1227185)	(2109915)	(1227185)	(2109915)
d) Other banking operations	392407	325401	392407	325401
e) Unallocated	(2101959)	(1367882)	(2101959)	(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.

(Rs. in lacs)		
Summarised Balance Sheet	As at 31-03-2009	As at 31-03-2008
CAPITAL AND LIABILITIES		
Capital	42538	35443
Equity Share Warrants	40092	-
Reserves and Surplus	1422095	1114280
Employees' Stock Options (Grants) Outstanding	549	-
Deposits	14281158	10076860
Borrowings	268584	447886
Other Liabilities and Provisions*	2272060	1643191
Total	18327076	13317660
ASSETS		
Cash and balances with Reserve Bank of India	1352721	1255318
Balances with Banks and Money at Call and Short notice	397940	222516
Investments	5881754	4939354
Advances	9888305	6342690
Fixed Assets	170673	117513
Other Assets	635683	440269
Total	18327076	13317660

*Includes subordinated debt and unsecured non-convertible subordinated perpetual bonds of Rs. 647780 lacs as on March 31, 2009 (previous year: Rs. 324910 lacs).

Notes :

- 1 The above results have been approved by the Board at its meeting held on April 23, 2009. There are no qualifications in the auditor's report for the year end. The information presented above is extracted from the audited financial statements as stated.
- 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 Board of Directors at their meeting proposed a dividend of Rs. 10 per share, subject to the approval of the members at the ensuing Annual General Meeting.
- 4 The results for the quarter and year ended March 31, 2009 includes operations of erstwhile Centurion Bank of Punjab Ltd. (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 and year ended March 31, 2009 are not comparable with that of the corresponding period of the previous year.
- 5 Pursuant to the amalgamation of eCBoP with HDFC Bank Ltd. and post approval of the shareholders of the Bank at its extra-ordinary 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 if exercised are convertible into equity shares.
- 6 During the year ended March 31, 2009, the Bank granted 1,253,000 stock options under its scheme titled "ESOS XIII" to its employees. The grant price of these options is Rs. 1,126.45, being the closing market price as on the working day immediately preceding the date of grant of options.
- 7 During the quarter and year ended March 31, 2009, the Bank allotted 239,681 shares and 1,067,233 shares respectively pursuant to the exercise of stock options by certain employees.
- 8 During the year ended March 31, 2009, the Bank changed its useful life of software, automated teller machines (ATM's) and certain other fixed assets prospectively from April 1, 2008. Where there is a revision of the estimated useful life of an asset, the unamortised depreciable amount will be charged over the revised remaining useful life. This change in policy has resulted in the profit after tax for the year ended March 31, 2009 being higher by Rs. 31.7 crores.
- 9 During the year, the Bank raised Rs. 1,575 crores as Upper Tier II capital and Rs. 1,300 crores as Lower Tier II capital.
- 10 The bank adopted the Basel 2 framework as of March 31, 2009 and the capital adequacy ratio (CAR) computed as per Basel 2 guidelines stands at 15.69% as against the regulatory minimum of 9.0%. Tier-I CAR was 10.58% as of March 31, 2009.
- 11 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.
- 12 Provision for taxes includes Rs. 6.6 crores and Rs. 28.2 crores towards provision for Fringe Benefit Tax for the quarter and year ended March 31, 2009.
- 13 As on March 31, 2009, the total number of branches (including extension counters) and the ATM network stood at 1,412 branches and 3,295 ATMs respectively.
- 14 Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended March 31, 2009:
Opening : nil ; Additions : 48 ; Disposals : 48 ; Closing position : nil.
- 15 Figures of the previous period have been regrouped/reclassified wherever necessary to conform to current period's classification.
- 16 Rs. 10 lac = Rs. 1 million
Rs. 10 million = Rs. 1 crore

Place : Mumbai
Date : April 23, 2009

Aditya Puri
Managing Director

HDFC BANK LIMITED GROUP

CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2009

(Rs. in lacs)			
	Particulars	Year ended 31.03.2009	Year ended 31.03.2008
		Audited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	1631402	1011703
	a) Interest/discount on advances/bills	1211249	696666
	b) Income on Investments	400887	287066
	c) Interest on balances with Reserve		
	Bank of India and other inter bank funds	18818	27611
	d) Others	448	360
2	Other Income	343652	237577
3	A) TOTAL INCOME (1) + (2)	1975054	1249280
4	Interest Expended	890337	488737
5	Operating Expenses (i) + (ii)	564927	382636
	i) Employees cost	230138	133843
	ii) Other operating expenses	334789	248793
6	B) TOTAL EXPENDITURE (4)+(5)		
	(excluding Provisions & Contingencies)	1455264	871373
7	Operating Profit before Provisions and Contingencies (3) - (6)	519790	377907
8	Provisions (Other than tax) and Contingencies	187985	148489
9	Exceptional Items	-	-
10	Profit / (Loss) from ordinary activities before tax (7-8-9)	331805	229418
11	Tax Expense	106592	70197
12	Net Profit / (Loss) from Ordinary Activities after tax (10-11)	225213	159221
13	Extraordinary items (net of tax expense)	-	-
14	Net Profit / (Loss) (12-13)	225213	159221
15	Minority Interest	635	670
16	Share in profits of associates	321	956
17	Consolidated profit for the year attributable to the Group	224899	159507
18	Paid up equity share capital (Face Value of Rs.10/- each)	42538	35443
19	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)	1426274	1118072
20	Analytical Ratios		
	(i) Percentage of shares held by Government of India	Nil	Nil
	(ii) Earnings per share (Rs.)		
	(a) Basic EPS before & after extraordinary items (net of tax expense)	52.9	46.4
	(b) Diluted EPS before & after extraordinary items (net of tax expense)	52.7	45.7

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

(Rs. in lacs)		
Particulars	Year ended 31.03.2009	Year ended 31.03.2008
	Audited	Audited
1 Segment Revenue		
a) Treasury	491701	353373
b) Retail Banking	1488083	909649
c) Wholesale Banking	1060584	673731
d) Other banking operations	227380	138764
e) Unallocated	341	(1357)
Total	3268089	2074160
Less: Inter Segmental Revenue	1293035	824880
Income from Operations	1975054	1249280
2 Segment Results		
a) Treasury	48818	48832
b) Retail Banking	126892	54015
c) Wholesale Banking	124226	119796
d) Other banking operations	65441	33699
e) Unallocated	(33572)	(26924)
Total Profit Before Tax, Minority Interest & Earnings from Associates	331805	229418
3 Capital Employed (Segment Assets - Segment Liabilities)		
a) Treasury	6369467	5056093
b) Retail Banking	(3432730)	(1903697)
c) Wholesale Banking	(1227185)	(2109915)
d) Other banking operations	392407	325401
e) Unallocated	(2101959)	(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 Group does not have material earnings emanating outside India, the Group is considered to operate in only the domestic segment.

Notes :

- The above results have been consolidated for HDFC Bank Ltd., and its subsidiaries HDFC Securities Ltd. and HDB Financial Services Ltd. These results have been approved by the Board at its meeting held on April 23, 2009. There are no qualifications in the auditor's report for the year end. The information presented above is extracted from the audited consolidated financial statements as stated.
- The above results are prepared in accordance with the principles and procedures for preparation and presentation of consolidated financial statements as set out in the Accounting Standard on Consolidated Financial Statements (AS 21) and in the Accounting Standard on Accounting for Investments in Associates in Consolidated Financial Statements (AS 23) as prescribed by the Institute of Chartered Accountants of India.
- Figures of the previous period have been regrouped/reclassified wherever necessary to conform to current period's classification.
- Rs. 10 lac = Rs. 1 million
Rs. 10 million = Rs. 1 crore

Place: Mumbai
Date: April 23, 2009

Aditya Puri
Managing Director