

HDFC BANK LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2010

(` in lacs)

	Particulars	Quarter ended 31.12.2010	Quarter ended 31.12.2009	Nine months ended 31.12.2010	Nine months ended 31.12.2009	Year ended 31.03.2010
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	522996	403481	1446011	1211980	1617291
	a) Interest/discount on advances/bills	395038	303892	1093408	906689	1209828
	b) Income on Investments	122583	98016	337931	297318	398129
	c) Interest on balances with Reserve Bank of India and other inter bank funds	5171	1201	12944	6865	8096
	d) Others	204	372	1728	1108	1238
2	Other Income	112782	89908	307894	303217	398292
3	A) TOTAL INCOME (1) + (2)	635778	493389	1753905	1515197	2015583
4	Interest Expended	245327	181090	675600	608455	778630
5	Operating Expenses (i) + (ii)	183182	149929	515455	433207	593981
	i) Employees cost	72505	57859	210269	169202	228918
	ii) Other operating expenses	110677	92070	305186	264005	365063
6	B) TOTAL EXPENDITURE (4)+(5) (excluding Provisions & Contingencies)	428509	331019	1191055	1041662	1372611
7	Operating Profit before Provisions and Contingencies (3) - (6)	207269	162370	562850	473535	642972
8	Provisions (Other than tax) and Contingencies	46587	44772	147537	170068	214059
9	Exceptional Items	-	-	-	-	-
10	Profit / (Loss) from ordinary activities before tax (7-8-9)	160682	117598	415313	303467	428913
11	Tax Expense	51899	35748	134145	92260	134044
12	Net Profit / (Loss) from Ordinary Activities after tax (10-11)	108783	81850	281168	211207	294869
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	Net Profit / (Loss) (12-13)	108783	81850	281168	211207	294869
15	Paid up equity share capital (Face Value of ` 10/- each)	46433	45524	46433	45524	45774
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)					2106185
17	Analytical Ratios					
	(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
	(ii) Capital Adequacy Ratio	16.3%	18.3%	16.3%	18.3%	17.4%
	(iii) Earnings per share (`)					
	(a) Basic EPS before & after extraordinary items (net of tax expense) - not annualized	23.5	18.7	61.0	49.1	67.6
	(b) Diluted EPS before & after extraordinary items (net of tax expense) - not annualized	23.1	18.4	60.2	48.6	66.9
	(iv) NPA Ratios					
	(a) Gross NPAs	178176	197411	178176	197411	181676
	(b) Net NPAs	33067	54401	33067	54401	39205
	(c) % of Gross NPAs to Gross Advances	1.11%	1.63%	1.11%	1.63%	1.43%
	(d) % of Net NPAs to Net Advances	0.2%	0.5%	0.2%	0.5%	0.3%
	(v) Return on assets (average) - not annualized	0.4%	0.4%	1.2%	1.2%	1.5%
18	Non Promoters Shareholding					
	(a) Public Shareholding					
	- No. of shares	274557922	266046305	274557922	266046305	267997650
	- Percentage of Shareholding	59.1%	58.4%	59.1%	58.4%	58.6%
	(b) Shares underlying Depository Receipts (ADS and GDR)					
	- No. of shares	81128819	80547039	81128819	80547039	81102402
	- Percentage of Shareholding	17.5%	17.7%	17.5%	17.7%	17.7%
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	108643220	108643220	108643220	108643220	108643220
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.0%	100.0%	100.0%	100.0%	100.0%
	- Percentage of Shares (as a % of the total share capital of the Company)	23.4%	23.9%	23.4%	23.9%	23.7%

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

(` in lacs)

Particulars	Quarter ended 31.12.2010	Quarter ended 31.12.2009	Nine months ended 31.12.2010	Nine months ended 31.12.2009	Year ended 31.03.2010
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue					
a) Treasury	141736	102440	376837	358350	462282
b) Retail Banking	513051	392372	1391368	1167809	1573704
c) Wholesale Banking	320714	203572	847762	618836	816204
d) Other banking operations	60694	59499	178030	170129	231993
e) Unallocated	-	-	-	-	-
Total	1036195	757883	2793997	2315124	3084183
Less: Inter Segmental Revenue	400417	264494	1040092	799927	1068600
Income from Operations	635778	493389	1753905	1515197	2015583
2 Segment Results					
a) Treasury	(521)	(686)	(778)	64776	67348
b) Retail Banking	75737	53215	211937	97053	159680
c) Wholesale Banking	78169	61363	189805	147910	197862
d) Other banking operations	23684	17813	67482	36170	60191
e) Unallocated	(16387)	(14107)	(53133)	(42442)	(56168)
Total Profit Before Tax	160682	117598	415313	303467	428913
3 Capital Employed (Segment Assets - Segment Liabilities)					
a) Treasury	6074053	5936835	6074053	5936835	6386126
b) Retail Banking	(5505434)	(4904543)	(5505434)	(4904543)	(4641435)
c) Wholesale Banking	2294184	1139956	2294184	1139956	353096
d) Other banking operations	446547	363605	446547	363605	394537
e) Unallocated	(804388)	(427847)	(804388)	(427847)	(340365)
Total	2504962	2108006	2504962	2108006	2151959

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 Statement of Assets and Liabilities as on December 31, 2010 is given below.

(` in lacs)

Particulars	As at 31.12.2010	As at 31.12.2009
CAPITAL AND LIABILITIES		
Capital	46433	45524
Reserves and Surplus	2458529	2062482
Employees' Stock Options (Grants) Outstanding	291	291
Deposits	19220156	15478878
Borrowings	1343560	1400848
Other Liabilities and Provisions	1913033	1467266
Total	24982002	20455289
ASSETS		
Cash and balances with Reserve Bank of India	1599466	1120910
Balances with Banks and Money at Call and Short notice	254363	170750
Investments	6301366	6408209
Advances	15918363	11961349
Fixed Assets	213271	207908
Other Assets	695173	586163
Total	24982002	20455289

- 2 The above results have been approved by the Board of Directors at its meeting held on January 27, 2011.
- 3 These results for the quarter and nine months ended December 31, 2010, have been subject to a "Limited Review" by the Statutory Auditors of the Bank.
- 4 During the quarter and nine months ended December 31, 2010, the Bank allotted 1725111 and 6586689 shares pursuant to the exercise of stock options by certain employees.
- 5 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.
- 6 Effective April 1, 2010, the Bank has classified fees paid relating to transactions done by the bank's customers on other banks' ATMs, which hitherto were netted from fees and commissions, under operating expenses. Figures for the previous periods have been regrouped/reclassified to conform to current period's classification.
- 7 Floating provisions have been classified as Tier 2 capital and reflected under Other Liabilities with effect from the current financial year. These provisions were hitherto netted from Advances and from Gross NPAs in arriving at Net NPAs.
- 8 In accordance with RBI guidelines under reference RBI/2009-2010/356 IDMD/4135/11.08.43/2009-10 dated March 23, 2010, effective April 1, 2010, Repo and Reverse Repo transactions in government securities and corporate debt securities (excluding transactions conducted under Liquidity Adjustment Facility with RBI) are reflected as borrowing and lending transactions respectively. These transactions were hitherto recorded under investments as sales and purchases respectively.
- 9 As on December 31, 2010, the total number of branches (including extension counters) and the ATM network stood at 1780 branches and 5121 ATMs respectively.
- 10 Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended December 31, 2010:
Opening : Nil ; Additions : 217 ; Disposals : 217 ; Closing position : Nil.
- 11 Figures of the previous period have been regrouped/reclassified wherever necessary to conform to current period's classification.
- 12 ` 10 lac = ` 1 million
` 10 million = ` 1 crore

Place : Mumbai
Date : January 27, 2011

Aditya Puri
Managing Director