

HDFC BANK LIMITED
FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2015

(₹ in lacs)

Particulars	Quarter ended 31.12.2015	Quarter ended 30.09.2015	Quarter ended 31.12.2014	Nine Months ended 31.12.2015	Nine Months ended 31.12.2014	Year ended 31.03.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Interest Earned (a)+(b)+(c)+(d)	1541112	1477252	1239583	4422470	3546354	4846991
a) Interest / discount on advances / bills	1148349	1094834	954318	3287897	2735210	3718079
b) Income on Investments	365142	339767	248357	1033043	701753	985849
c) Interest on balances with Reserve Bank of India and other inter bank funds	5952	17486	13794	31269	40704	51710
d) Others	21669	25165	23114	70261	68687	91353
2 Other Income	287219	255176	253491	788586	643258	899634
3 TOTAL INCOME (1)+(2)	1828331	1732428	1493074	5211056	4189612	5746625
4 Interest Expended	834261	809162	669590	2408652	1908101	2607423
5 Operating Expenses (i)+(ii)	420484	418977	345628	1239540	1013259	1398755
i) Employees cost	143127	141397	113253	420425	342540	475096
ii) Other operating expenses	277357	277580	232375	819115	670719	923659
6 TOTAL EXPENDITURE (4)+(5) (excluding Provisions & Contingencies)	1254745	1228139	1015218	3648192	2921360	4006178
7 Operating Profit before Provisions and Contingencies (3)-(6)	573586	504289	477856	1562864	1268252	1740447
8 Provisions (other than tax) and Contingencies	65388	68129	56043	206316	149910	207575
9 Exceptional Items	-	-	-	-	-	-
10 Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	508198	436160	421813	1356548	1118342	1532872
11 Tax Expense	172514	149215	142362	464347	377441	511280
12 Net Profit / (Loss) from Ordinary Activities after tax (10)-(11)	335684	286945	279451	892201	740901	1021592
13 Extraordinary items (net of tax expense)	-	-	-	-	-	-
14 Net Profit / (Loss) for the period (12)-(13)	335684	286945	279451	892201	740901	1021592
15 Paid up equity share capital (Face Value of ₹ 2/- each)	50502	50364	48348	50502	48348	50130
16 Reserves excluding revaluation reserves						6150813
17 Analytical Ratios						
(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio	15.9%	15.5%	15.7%	15.9%	15.7%	16.8%
(iii) Earnings per share (₹)						
(a) Basic EPS before & after extraordinary items (net of tax expense) - not annualized	13.3	11.5	11.5	35.5	30.7	42.1
(b) Diluted EPS before & after extraordinary items (net of tax expense) - not annualized	13.1	11.3	11.4	35.0	30.4	41.7
(iv) NPA Ratios						
(a) Gross NPAs	425520	382777	346791	425520	346791	343838
(b) Net NPAs	126060	103768	90366	126060	90366	89628
(c) % of Gross NPAs to Gross Advances	0.97%	0.91%	0.99%	0.97%	0.99%	0.93%
(d) % of Net NPAs to Net Advances	0.29%	0.25%	0.26%	0.29%	0.26%	0.25%
(v) Return on assets (average) - not annualized	0.5%	0.5%	0.5%	1.4%	1.5%	2.0%

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 31.12.2015	Quarter ended 30.09.2015	Quarter ended 31.12.2014	Nine Months ended 31.12.2015	Nine Months ended 31.12.2014	Year ended 31.03.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue						
a) Treasury	480719	427215	334369	1328543	918453	1290389
b) Retail Banking	1514811	1470256	1256012	4381136	3592171	4881418
c) Wholesale Banking	683570	671954	593676	2013686	1699537	2315260
d) Other Banking Operations	200961	178406	167827	537015	441742	620102
e) Unallocated	-	-	823	-	823	862
Total	2880061	2747831	2352707	8260380	6652726	9108031
Less: Inter Segment Revenue	1051730	1015403	859633	3049324	2463114	3361406
Income from Operations	1828331	1732428	1493074	5211056	4189612	5746625
2 Segment Results						
a) Treasury	51324	27092	26641	111580	33003	61830
b) Retail Banking	194692	173091	164963	525832	462445	622883
c) Wholesale Banking	217364	194314	195012	618179	559591	747183
d) Other Banking Operations	80411	75298	72046	207937	174511	248689
e) Unallocated	(35593)	(33635)	(36849)	(106980)	(111208)	(147713)
Total Profit Before Tax	508198	436160	421813	1356548	1118342	1532872
3 Capital Employed (Segment Assets - Segment Liabilities)						
a) Treasury	16385459	16168255	12588592	16385459	12588592	15425638
b) Retail Banking	(18535401)	(18084656)	(16204827)	(18535401)	(16204827)	(17421098)
c) Wholesale Banking	8888265	8530085	8817771	8888265	8817771	8307529
d) Other Banking Operations	1810316	1643283	1460408	1810316	1460408	1545754
e) Unallocated	(1347983)	(1429256)	(1494667)	(1347983)	(1494667)	(1656880)
Total	7200656	6827711	5167277	7200656	5167277	6200943

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

Notes :

- 1 Statement of Assets and Liabilities as on December 31, 2015 is given below.

(₹ in lacs)

Particulars	As at 31.12.2015	As at 31.03.2015	As at 31.12.2014
CAPITAL AND LIABILITIES	Unaudited	Audited	Unaudited
Capital	50502	50130	48348
Reserves and Surplus	7150154	6150813	5118929
Deposits	52399679	45079565	41412826
Borrowings	6003510	4521356	3965852
Other Liabilities and Provisions	3185344	3248444	2939564
Total	68789189	59050308	53485519
ASSETS			
Cash and Balances with Reserve Bank of India	2682253	2751045	2098119
Balances with Banks and Money at Call and Short notice	578946	882100	1205758
Investments	18234510	15164177	11963872
Advances	43636444	36549504	34708798
Fixed Assets	323946	312172	293530
Other Assets	3333090	3391310	3215442
Total	68789189	59050308	53485519

- 2 The statement of financial results for the quarter and nine months ended December 31, 2015 has been prepared in accordance with Regulation 33 of SEBI (Listing and Other Disclosures Requirements) Regulations, 2015.
- 3 The above results have been approved by the Board of Directors at its meeting held on January 25, 2016.
- 4 The results for the quarter and nine months ended December 31, 2015 have been subjected to a "Limited Review" by the Statutory Auditors of the Bank. An unqualified report has been issued by them thereon.
- 5 The Bank has followed the same significant accounting policies in the preparation of these financial results as those followed in the annual financial statements for the year ended March 31, 2015.
- 6 Pursuant to RBI circular DBR.BP.BC.No.31/21.04.018/2015-16 dated July 16, 2015, the Bank, effective quarter ended June 30, 2015, included its deposits placed with NABARD, SIDBI and NHB on account of shortfall in lending to priority sector under 'Other Assets' and interest thereon under 'Interest Earned - Others'. Earlier these were included under 'Investments' and under 'Interest Earned- Income on Investments' respectively. Figures for the previous periods have been regrouped / reclassified to conform to current period's classification. The above change in classification does not impact the profit of the Bank for the periods presented.
- 7 RBI circular DBOD.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' read together with the RBI circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments' requires banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III Framework. These disclosures are available on the Bank's website at the following link: http://www.hdfcbank.com/aboutus/basel_disclosures/default.htm. The disclosures have not been subjected to audit or limited review.
- 8 Pursuant to the shareholder and regulatory approvals, the Bank on February 10, 2015, concluded a Qualified Institutions Placement (QIP) of 1,87,44,142 equity shares at a price of ₹ 1,067 per equity share aggregating ₹ 2,000 crore and an American Depository Receipt (ADR) offering of 2,20,00,000 ADRs (representing 6,60,00,000 equity shares) at a price of USD 57.76 per ADR, aggregating USD 1,271 million. Pursuant to these issuances, the Bank allotted 8,47,44,142 additional equity shares. Accordingly, share capital increased by ₹ 16.95 crores and share premium increased by ₹ 9,705.84 crores, net of share issue expenses of ₹ 151.03 crores.
- 9 During the quarter and nine months ended December 31, 2015, the Bank allotted 6893200 and 18591100 shares pursuant to the exercise of options under the approved employee stock option schemes.
- 10 Other income relates to income from non-fund based banking activities including commission, fees, earnings from foreign exchange and derivative transactions, profit and loss (including revaluation) from investments and recoveries from accounts written off.
- 11 As at December 31, 2015, the total number of branches (including extension counters) and ATM network stood at 4281 branches and 11843 ATMs respectively.
- 12 Figures of the previous periods have been regrouped / reclassified wherever necessary to conform to current period's classification.

₹ 10 lac = ₹ 1 million

₹ 10 million = ₹ 1 crore

Place : Mumbai
Date : January 25, 2016

Aditya Puri
Managing Director