HDFC BANK LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(₹ in lacs)

	Particulars	Quarter ended 30.06.2017	Quarter ended 31.03.2017	Quarter ended 30.06.2016	Year ended 31.03.2017
		Unaudited	Audited (Refer note 4)	Unaudited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	1866872	1811440	1651602	6930596
	a) Interest / discount on advances / bills	1448606	1350745	1247081	5205526
	b) Income on Investments	389297	426769	380924	1594434
	c) Interest on balances with Reserve Bank of India and other inter bank funds	10820	16526	4021	53202
	d) Others	18149	17400	19576	77434
2	Other Income	351666	344626	280661	1229649
3	**Total Income (1)+(2)**	**2218538**	**2156066**	**1932263**	**8160245**
4	Interest Expended	929798	905930	873458	3616674
5	Operating Expenses (i)+(ii)	536746	522196	476886	1970332
	i) Employees cost	165751	155265	158517	648366
	ii) Other operating expenses	370995	366931	318369	1321966
6	**Total Expenditure (4)+(5) (excluding Provisions & Contingencies)**	**1466544**	**1428126**	**1350344**	**5587006**
7	**Operating Profit before Provisions and Contingencies (3)-(6)**	**751994**	**727940**	**581919**	**2573239**
8	Provisions (other than tax) and Contingencies	155876	126180	86673	359330
9	Exceptional Items	-	-	-	-
10	**Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)**	**596118**	**601760**	**495246**	**2213909**
11	Tax Expense	206734	202751	171355	758943
12	**Net Profit / (Loss) from Ordinary Activities after tax (10)-(11)**	**389384**	**399009**	**323891**	**1454966**
13	Extraordinary items (net of tax expense)	-	-	-	-
14	**Net Profit / (Loss) for the period (12)-(13)**	**389384**	**399009**	**323891**	**1454966**
15	Paid up equity share capital (Face Value of ₹ 2/- each)	51478	51251	50701	51251
16	Reserves excluding revaluation reserves				8894987
17	**Analytical Ratios**				
	(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
	(ii) Capital Adequacy Ratio	15.6%	14.6%	15.5%	14.6%
	(iii) Earnings per share (₹)				
	(a) Basic EPS before & after extraordinary items (net of tax expense) - not annualized	15.2	15.6	12.8	57.2
	(b) Diluted EPS before & after extraordinary items (net of tax expense) - not annualized	15.0	15.4	12.6	56.4
	(iv) NPA Ratios				
	(a) Gross NPAs	724293	588566	492089	588566
	(b) Net NPAs	252821	184399	149339	184399
	(c) % of Gross NPAs to Gross Advances	1.24%	1.05%	1.04%	1.05%
	(d) % of Net NPAs to Net Advances	0.44%	0.33%	0.32%	0.33%
	(v) Return on assets (average) - not annualized	0.46%	0.48%	0.45%	1.88%

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 30.06.2017	Quarter ended 31.03.2017	Quarter ended 30.06.2016	Year ended 31.03.2017
		Unaudited	Audited (Refer note 4)	Unaudited	Audited
1	**Segment Revenue**				
a)	Treasury	530618	591301	502324	2158179
b)	Retail Banking	1759229	1683063	1585264	6614750
c)	Wholesale Banking	880693	797989	761527	3133224
d)	Other Banking Operations	255117	263975	194967	904669
e)	Unallocated	-	-	-	-
	Total	**3425657**	**3336328**	**3044082**	**12810822**
	Less: Inter Segment Revenue	1207119	1180262	1111819	4650577
	Income from Operations	**2218538**	**2156066**	**1932263**	**8160245**
2	**Segment Results**				
a)	Treasury	30770	29483	49173	130838
b)	Retail Banking	212238	222172	189469	843216
c)	Wholesale Banking	297159	272606	232716	1047377
d)	Other Banking Operations	98107	109334	58521	336533
e)	Unallocated	(42156)	(31835)	(34633)	(144055)
	Total Profit Before Tax	**596118**	**601760**	**495246**	**2213909**
3	**Segment Assets**				
a)	Treasury	26693645	26453614	24319155	26453614
b)	Retail Banking	31457133	29582892	26255629	29582892
c)	Wholesale Banking	27861737	27096909	22318870	27096909
d)	Other Banking Operations	3041526	2720588	2204164	2720588
e)	Unallocated	511265	530018	465278	530018
	Total	**89565306**	**86384021**	**75563096**	**86384021**
4	**Segment Liabilities**				
a)	Treasury	7242832	7385749	6102078	7385749
b)	Retail Banking	53718130	52579290	46701569	52579290
c)	Wholesale Banking	16058698	15612990	12807800	15612990
d)	Other Banking Operations	360425	314274	264259	314274
e)	Unallocated	2759448	1545480	2050833	1545480
	Total	**80139533**	**77437783**	**67926539**	**77437783**
5	**Capital Employed**				
	(Segment Assets-Segment Liabilities)				
a)	Treasury	19450813	19067865	18217077	19067865
b)	Retail Banking	(22260997)	(22996398)	(20445940)	(22996398)
c)	Wholesale Banking	11803039	11483919	9511070	11483919
d)	Other Banking Operations	2681101	2406314	1939905	2406314
e)	Unallocated	(2248183)	(1015462)	(1585555)	(1015462)
	Total	**9425773**	**8946238**	**7636557**	**8946238**

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 at June 30, 2017 is given below.

(₹ in lacs)

Particulars	As at 30.06.2017	As at 30.06.2016	As at 31.03.2017
CAPITAL AND LIABILITIES	**Unaudited**	**Unaudited**	**Audited**
Capital	51478	50701	51251
Reserves and Surplus	9374295	7585856	8894987
Deposits	67137605	57375453	64363966
Borrowings	8601170	6943093	7402887
Other Liabilities and Provisions	4400758	3607993	5670930
Total	**89565306**	**75563096**	**86384021**
ASSETS			
Cash and Balances with Reserve Bank of India	3620417	3152531	3789687
Balances with Banks and Money at Call and Short notice	2076642	1188191	1105523
Investments	21610827	20374997	21446334
Advances	58097580	47062247	55456820
Fixed Assets	359321	347688	362675
Other Assets	3800519	3437442	4222982
Total	**89565306**	**75563096**	**86384021**

2 The above results have been approved by the Board of Directors at its meeting held on July 24, 2017. The results for the quarter ended June 30, 2017 have been subjected to a "Limited Review" by the Statutory Auditors of the Bank. An unqualified report has been issued by them thereon.

3 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, 2017.

4 The figures for the quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the financial year 2016-17 and the published year to date figures upto December 31, 2016.

5 During the quarter ended June 30, 2017, the Bank allotted 11337600 shares pursuant to the exercise of options under the approved employee stock option schemes.

6 During the quarter ended June 30, 2017, the Bank raised Additional Tier 1 Capital bonds of ₹ 8,000 crore and Tier 2 Capital bonds of ₹ 2,000 crore.

7 During the quarter ended June 30, 2017, of the total increase in gross NPAs, 60% pertained to the agricultural segment. As a prudent measure, the Bank has enhanced specific provision coverage for its non-performing agricultural advances.

8 Pursuant to RBI circular FMRD.DIRD.10/14.03.002/2015-16 dated May 19, 2016, the Bank has included its repo / reverse repo transactions under Liquidity Adjustment Facility (LAF) and Marginal Standing Facility (MSF) with RBI under 'Borrowings from RBI' / 'Balances with RBI', as the case may be. Hitherto, these transactions were netted from / included under 'Investments'. Figures of the previous periods have been regrouped / reclassified wherever necessary to conform to current period's classification. The above change in classification has no impact on the profit of the Bank for the periods presented.

9 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 review by the statutory auditors.

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 June 30, 2017, the total number of branches (including extension counters) and ATM network stood at 4727 branches and 12220 ATMs respectively.

12 Figures of the previous period have been regrouped / reclassified wherever necessary to conform to current period's classification.

13 ₹ 10 lac = ₹ 1 million
₹ 10 million = ₹ 1 crore

Place : Mumbai
Date : July 24, 2017

Aditya Puri
Managing Director