

HDFC BANK LIMITED
FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018

(₹ in lacs)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
		Unaudited	Unaudited	Unaudited	Audited	Audited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	2419956	2254898	1967028	4674854	3833900	8024135
	a) Interest / discount on advances / bills	1882768	1739073	1535575	3621841	2984181	6266179
	b) Income on Investments	504224	458929	400646	963153	789943	1622237
	c) Interest on balances with Reserve Bank of India and other inter bank funds	9358	33238	10649	42596	21469	52388
	d) Others	23606	23658	20158	47264	38307	83331
2	Other Income	401559	381806	360590	783365	712256	1522031
3	Total Income (1)+(2)	2821515	2636704	2327618	5458219	4546156	9546166
4	Interest Expended	1243615	1173541	991821	2417156	1921619	4014649
5	Operating Expenses (i)+(ii)	629905	598388	554005	1228293	1090751	2269036
	i) Employees cost	190921	181051	171577	371972	337328	680574
	ii) Other operating expenses (Refer Note 8)	438984	417337	382428	856321	753423	1588462
6	Total Expenditure (4)+(5) (excluding Provisions and Contingencies)	1873520	1771929	1545826	3645449	3012370	6283685
7	Operating Profit before Provisions and Contingencies (3)-(6)	947995	864775	781792	1812770	1533786	3262481
8	Provisions (other than tax) and Contingencies	181996	162937	147619	344933	303495	592749
9	Exceptional Items	-	-	-	-	-	-
10	Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	765999	701838	634173	1467837	1230291	2669732
11	Tax Expense	265426	241694	219070	507120	425804	921057
12	Net Profit / (Loss) from Ordinary Activities after tax (10)-(11)	500573	460144	415103	960717	804487	1748675
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit / (Loss) for the period (12)-(13)	500573	460144	415103	960717	804487	1748675
15	Paid up equity share capital (Face Value of ₹ 2/- each)	54344	52083	51680	54344	51680	51902
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)						10577601
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
	(ii) Capital Adequacy Ratio	17.1%	14.6%	15.1%	17.1%	15.1%	14.8%
	(iii) Earnings per share (₹)						
	(a) Basic EPS before & after extraordinary items (net of tax expense) - not annualized	18.7	17.7	16.1	36.4	31.3	67.8
	(b) Diluted EPS before & after extraordinary items (net of tax expense) - not annualized	18.5	17.5	15.9	36.0	30.9	66.8
	(iv) NPA Ratios						
	(a) Gross NPAs	1009773	953862	770284	1009773	770284	860697
	(b) Net NPAs	302824	290710	259683	302824	259683	260102
	(c) % of Gross NPAs to Gross Advances	1.33%	1.33%	1.26%	1.33%	1.26%	1.30%
	(d) % of Net NPAs to Net Advances	0.40%	0.41%	0.43%	0.40%	0.43%	0.40%
	(v) Return on assets (average) - not annualized	0.46%	0.44%	0.47%	0.90%	0.93%	1.93%

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			Half year ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited
1 Segment Revenue						
a) Treasury	570578	528532	492717	1099110	966805	1984137
b) Retail Banking	2170602	2040059	1798234	4210661	3557463	7384305
c) Wholesale Banking	1339481	1237905	1038220	2577386	1975443	4150413
d) Other Banking Operations	363889	327863	277984	691752	533101	1225914
e) Unallocated	5278	-	-	5278	-	-
Total	4449828	4134359	3607155	8584187	7032812	14744769
Less: Inter Segment Revenue	1628313	1497655	1279537	3125968	2486656	5198603
Income from Operations	2821515	2636704	2327618	5458219	4546156	9546166
2 Segment Results						
a) Treasury	1368	5045	42822	6413	88561	154000
b) Retail Banking	301447	314468	263109	615915	475347	997172
c) Wholesale Banking	349871	315585	271927	665456	554117	1172051
d) Other Banking Operations	158682	117238	110909	275920	209016	548790
e) Unallocated	(45369)	(50498)	(54594)	(95867)	(96750)	(202281)
Total Profit Before Tax	765999	701838	634173	1467837	1230291	2669732
3 Segment Assets						
a) Treasury	34504331	30170308	27557908	34504331	27557908	35089438
b) Retail Banking	40422879	38606584	33628360	40422879	33628360	37190659
c) Wholesale Banking	36940961	34681446	28245767	36940961	28245767	29704057
d) Other Banking Operations	4437850	3994672	3341673	4437850	3341673	3759549
e) Unallocated	683764	587899	590025	683764	590025	649728
Total	116989785	108040909	93363733	116989785	93363733	106393431
4 Segment Liabilities						
a) Treasury	8347369	5869806	4127964	8347369	4127964	5534970
b) Retail Banking	65759009	62955796	54309020	65759009	54309020	59878546
c) Wholesale Banking	25987903	25546051	22015850	25987903	22015850	27028720
d) Other Banking Operations	498533	429847	440338	498533	440338	408150
e) Unallocated	2673763	2472402	2876242	2673763	2876242	2913542
Total	103266577	97273902	83769414	103266577	83769414	95763928
5 Capital Employed (Segment Assets-Segment Liabilities)						
a) Treasury	26156962	24300502	23429944	26156962	23429944	29554468
b) Retail Banking	(25336130)	(24349212)	(20680660)	(25336130)	(20680660)	(22687887)
c) Wholesale Banking	10953058	9135395	6229917	10953058	6229917	2675337
d) Other Banking Operations	3939317	3564825	2901335	3939317	2901335	3351399
e) Unallocated	(1989999)	(1884503)	(2286217)	(1989999)	(2286217)	(2263814)
Total	13723208	10767007	9594319	13723208	9594319	10629503

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 September 30, 2018 is given below:

(₹ in lacs)			
Particulars	As at 30.09.2018	As at 30.09.2017	As at 31.03.2018
CAPITAL AND LIABILITIES	Audited	Audited	Audited
Capital	54344	51680	51902
Reserves and Surplus	13668864	9542639	10577601
Deposits	83336412	68934590	78877064
Borrowings	14271858	10153108	12310497
Other Liabilities and Provisions	5658307	4681716	4576367
Total	116989785	93363733	106393431
ASSETS			
Cash and Balances with Reserve Bank of India	5074353	3594151	10467047
Balances with Banks and Money at Call and Short notice	1373281	988759	1824460
Investments	30008586	24027904	24220024
Advances	75083810	60486694	65833309
Fixed Assets	380580	353287	360721
Other Assets	5069175	3912938	3687870
Total	116989785	93363733	106393431

- 2 The above results have been approved by the Board of Directors at its meeting held on October 20, 2018. The results for the quarter and half year ended September 30, 2018 have been subjected to limited review and an audit respectively by the Statutory Auditors of the Bank. The reports thereon are unmodified. The financial results for the quarter and half year ended September 30, 2017 and the year ended March 31, 2018 were subjected to limited review / audit by another firm of chartered accountants.
- 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, 2018.
- 4 During the quarter and half year ended September 30, 2018, the Bank allotted 85,74,281 and 1,76,41,881 equity shares respectively pursuant to the exercise of options under the approved employee stock option schemes.
- 5 On July 17, 2018, the Bank made a preferential allotment of 3,90,96,817 equity shares to Housing Development Finance Corporation Limited at a price of ₹ 2,174.09 per equity share (including share premium of ₹ 2,172.09 per equity share), aggregating to ₹ 8,500 crore. On August 2, 2018, the Bank concluded a Qualified Institutional Placement (QIP) of 1,28,47,222 equity shares at a price of ₹ 2,160 per equity share aggregating to ₹ 2,775 crore and an American Depository Receipt (ADR) offering of 1,75,00,000 ADRs (representing 5,25,00,000 equity shares) at a price of USD 104 per ADR, aggregating to USD 1,820 million (equivalent ₹ 12,440.90 crore). Consequent to the above issuances, share capital increased by ₹ 20.89 crore and share premium increased by ₹ 23,568.72 crore, net of share issue expenses of ₹ 126.29 crore. The issuances were made pursuant to the shareholder and regulatory approvals.
- 6 In accordance with RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III Framework. The Bank's Pillar 3 disclosures are available on its website at the following link: http://www.hdfcbank.com/aboutus/basel_disclosures/default.htm. These disclosures have not been subjected to audit or review by the statutory auditors.
- 7 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 previously written off.
- 8 Other operating expenses include commission paid to sales agents of ₹ 705.44 crore (previous period : ₹ 600.00 crore) and ₹ 1,442.66 crore (previous period : ₹ 1,130.21 crore) for the quarter and half year ended September 30, 2018 respectively.
- 9 Figures of the previous periods have been regrouped / reclassified wherever necessary to conform to current period's classification.
- 10 ₹ 10 lac = ₹ 1 million
₹ 10 million = ₹ 1 crore

Place : Mumbai
Date : October 20, 2018

Aditya Puri
Managing Director