



Head Office : Star House, C - 5, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051.

Reviewed Financial Results for the half year ended 30th September, 2009

(Rs in Crores)

Sr. No.	Particulars	Quarter ended		Half Year ended		Year ended
		30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
1	Interest earned (a)+(b)+(c)+(d)	4488.99	3962.77	8866.71	7511.09	16347.36
	(a) Interest/discount on advances/bills	3300.21	3052.37	6652.17	5739.76	12539.25
	(b) Income on Investments	1076.52	804.63	2040.81	1590.52	3370.31
	(c) Interest on balances with RBI and other inter bank funds	53.13	59.91	112.43	134.82	373.76
	(d) Others	59.13	45.86	61.30	45.99	64.04
2	Other Income	675.97	649.50	1321.86	1215.92	3051.86
3	<b>TOTAL INCOME ( 1 + 2 )</b>	<b>5164.96</b>	<b>4612.27</b>	<b>10188.57</b>	<b>8727.01</b>	<b>19399.22</b>
4	Interest expended	3080.09	2599.64	6157.21	4967.19	10848.45
5	Operating expenses (i)+(ii)	878.91	797.89	1731.76	1472.65	3093.97
	(i) Employees cost	544.79	481.71	1077.93	941.55	1937.41
	(ii) Other operating expenses	334.12	316.18	653.83	531.10	1156.56
6	<b>TOTAL EXPENDITURE (4)+(5)</b>	<b>3959.00</b>	<b>3397.53</b>	<b>7888.97</b>	<b>6439.84</b>	<b>13942.42</b>
7	<b>OPERATING PROFIT (3-6)</b>	<b>1205.96</b>	<b>1214.74</b>	<b>2299.60</b>	<b>2287.17</b>	<b>5456.80</b>
	(Profit before Provisions and Contingencies)					
8	<b>Provisions (other than tax) and Contingencies</b>	602.13	286.75	825.56	635.76	1292.37
9	Exceptional items	-	-	-	-	-
10	Profit (+) /Loss (-) from Ordinary Activities before tax (7-8-9)	603.83	927.99	1474.04	1651.41	4164.43
11	Tax expense	280.49	165.13	566.38	326.60	1157.08
12	<b>Net Profit(+)/Loss(-) from Ordinary Activities after tax(10-11)</b>	<b>323.34</b>	<b>762.86</b>	<b>907.66</b>	<b>1324.81</b>	<b>3007.35</b>
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	<b>Net Profit(+)/Loss(-) for the period (12-13)</b>	<b>323.34</b>	<b>762.86</b>	<b>907.66</b>	<b>1324.81</b>	<b>3007.35</b>
15	Paid-up equity share capital (Face value Rs 10/-)	525.91	525.91	525.91	525.91	525.91
16	Reserves excluding Revaluation Reserves	-	-	-	-	10617.66
17	Analytical Ratios					
	(i) Percentage of shares held by Government of India	64.47%	64.47%	64.47%	64.47%	64.47%
	(ii) Capital Adequacy Ratio (Basel II)	13.52%	12.26%	13.52%	12.26%	13.01%
	(iii) Earnings per Share (EPS)					
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (Not to be annualised) (Rs.)	6.16	14.53	17.28	25.23	57.26
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (Not to be annualised) (Rs.)	6.16	14.53	17.28	25.23	57.26
	(iv) (a) Amount of gross non-performing assets	3919.72	1978.12	3919.72	1978.12	2470.88
	(b) Amount of net non-performing assets	1604.71	608.02	1604.71	608.02	628.21
	(c) Percentage of gross NPAs	2.61	1.53	2.61	1.53	1.71
	(d) Percentage of net NPAs	1.08	0.48	1.08	0.48	0.44
	(v) Return on Assets (Annualised)	0.55%	1.58%	0.78%	1.41%	1.49%
18	Public Shareholding					
	Number of Shares	186595300	186595300	186595300	186595300	186595300
	Percentage of shareholding	35.53%	35.53%	35.53%	35.53%	35.53%
19	Promoters and Promoter Group Shareholding					
	(a) Pledged/Encumbered					
	Number of Shares	Nil	N.A.	Nil	N.A.	Nil
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	Nil	N.A.	Nil	N.A.	Nil
	Percentage of shares (as a percentage of the total share capital of the company)	Nil	N.A.	Nil	N.A.	Nil
	(b) Non-encumbered					
	Number of Shares	338580000	N.A.	338580000	N.A.	338580000
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	100%	N.A.	100%	N.A.	100%
	Percentage of shares (as a percentage of the total share capital of the company)	64.47%	N.A.	64.47%	N.A.	64.47%



## Segment Information :

## Part A: Business Segments

Particulars	Quarter ended		Half Year ended		Year ended
	30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
<b>Segment Revenue</b>					
a) Treasury Operations	1440.90	1061.54	2783.20	2089.13	5235.87
b) Wholesale Banking Operations	2255.33	1769.80	4435.62	3315.12	8062.06
c) Retail Banking Operations	1387.88	1742.12	2888.98	3288.76	6033.40
d) Unallocated	75.39	53.22	81.16	58.57	88.11
<b>T o t a l</b>	<b>5159.50</b>	<b>4626.68</b>	<b>10188.96</b>	<b>8751.58</b>	<b>19419.44</b>
Less : Inter Segment Revenue	(5.46)	14.41	0.39	24.57	20.22
<b>Income from Operations</b>	<b>5164.96</b>	<b>4612.27</b>	<b>10188.57</b>	<b>8727.01</b>	<b>19399.22</b>
<b>Segment Results</b>					
a) Treasury Operations	75.40	(64.18)	431.20	(32.25)	551.10
b) Wholesale Banking Operations	579.80	725.22	1095.85	1213.17	3120.36
c) Retail Banking Operations	30.29	478.85	245.13	792.27	1045.42
d) Unallocated	(81.66)	(211.90)	(298.14)	(321.78)	(552.45)
<b>T o t a l</b>	<b>603.83</b>	<b>927.99</b>	<b>1474.04</b>	<b>1651.41</b>	<b>4164.43</b>
Less : i) Other Un-allocable expenditure net off	-	-	-	-	-
ii) Un-allocable income	-	-	-	-	-
<b>Total Profit Before Tax</b>	<b>603.83</b>	<b>927.99</b>	<b>1474.04</b>	<b>1651.41</b>	<b>4164.43</b>
<b>Provision for Tax</b>	<b>280.49</b>	<b>165.13</b>	<b>566.38</b>	<b>326.60</b>	<b>1157.08</b>
<b>Net Profit</b>	<b>323.34</b>	<b>762.86</b>	<b>907.66</b>	<b>1324.81</b>	<b>3007.35</b>
<b>Segment Assets</b>					
a) Treasury Operations	78964.32	60095.09	78964.32	60095.09	71626.68
b) Wholesale Banking Operations	99463.07	80422.82	99463.07	80422.82	96362.38
c) Retail Banking Operations	55340.22	52688.67	55340.22	52688.67	52922.19
d) Unallocated	4736.17	3661.85	4736.17	3661.85	4590.52
<b>T o t a l</b>	<b>238503.78</b>	<b>196868.43</b>	<b>238503.78</b>	<b>196868.43</b>	<b>225501.77</b>
<b>Segment Liabilities</b>					
a) Treasury Operations	72898.15	55652.90	72898.15	55652.90	66450.12
b) Wholesale Banking Operations	91869.38	74460.00	91869.38	74460.00	89350.93
c) Retail Banking Operations	51107.97	48790.45	51107.97	48790.45	49089.48
d) Unallocated	8280.82	5778.75	8280.82	5778.75	7116.32
<b>T o t a l</b>	<b>224156.32</b>	<b>184682.10</b>	<b>224156.32</b>	<b>184682.10</b>	<b>212006.85</b>
<b>Capital Employed</b>					
(Segment Assets - Segment Liabilities)					
a) Treasury Operations	6066.17	4442.20	6066.17	4442.20	5176.56
b) Wholesale Banking Operations	7593.69	5962.82	7593.69	5962.82	7011.45
c) Retail Banking Operations	4232.25	3898.23	4232.25	3898.23	3832.71
d) Unallocated	(3544.65)	(2116.90)	(3544.65)	(2116.90)	(2525.80)
<b>T o t a l</b>	<b>14347.46</b>	<b>12186.35</b>	<b>14347.46</b>	<b>12186.35</b>	<b>13494.92</b>

## Part B : Geographical Segments

Particulars	Quarter ended		Half Year ended		Year ended
	30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
<b>Revenue</b>					
Domestic	4729.20	4076.82	9282.72	7697.59	17256.97
International	435.76	535.45	905.85	1029.42	2142.25
<b>Total</b>	<b>5164.96</b>	<b>4612.27</b>	<b>10188.57</b>	<b>8727.01</b>	<b>19399.22</b>
<b>Assets</b>					
Domestic	196234.67	160492.84	196234.67	160492.84	184571.78
International	42269.11	36375.59	42269.11	36375.59	40929.99
<b>Total</b>	<b>238503.78</b>	<b>196868.43</b>	<b>238503.78</b>	<b>196868.43</b>	<b>225501.77</b>

Note: There are no significant Other Banking operations carried on by the bank.

## Allocation of costs

- a) Expenses directly attributed to particular segment are allocated to the relative segment.  
b) Expenses not directly attributable to specific segment are allocated in proportion to number of employees / business managed.



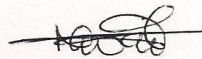
## Notes:

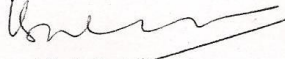
1. The financial results for the quarter and half year ended 30<sup>th</sup> September, 2009 have been arrived at on the same accounting policies as those followed in the previous year ended 31<sup>st</sup> March, 2009 except as explained in para 8 below.
2. The above results have been approved by the Board of Directors of the Bank at its meeting held on 29<sup>th</sup> October, 2009.
3. The financial result for the half year ended 30<sup>th</sup> September, 2009 has been arrived at after considering extant guidelines of Reserve Bank of India (RBI) on prudential norms for income recognition, assets classifications and provisioning and providing for other usual and necessary provisions.
4. A sum of Rs. 74.70 crores has been estimated and provided for during this quarter towards Employee Benefits under Accounting Standard – 15 (Revised). The provision made under AS-15 ( Revised ) for the half year amounts to Rs. 149.40 crores.
5. Pending outcome of negotiations on wage revision between Indian Banks' Association on behalf of member banks and Union of Workmen/Officers, an estimated provision of Rs. 86.36 crores has been made during the quarter.
6. In terms of RBI guidelines, the bank has implemented the Agriculture Debt Waiver and Debt Relief Scheme, 2008 and an amount of Rs. 639.22 crores has been waived for which originally preliminary claim was preferred with RBI. An amount of Rs. 418.75 crores i.e. 65.51% of claim amount has been reimbursed by the RBI/Government till date. The claims under waiver have since been verified and certified by the Statutory Central Auditors and necessary adjustments have been made in the final claim submitted to RBI. Further an amount of Rs. 220.47 crores is eligible for relief under the said scheme and claims in this regard will be submitted in due course.
7. A sum of Rs. 62.12 crores has been charged to the Profit & Loss Account during the period on proportionate basis of the Transitional Liability of Rs. 626.35 crores determined upto 31.03.2007 on the basis of actuarial valuation as per the Revised Accounting Standard (AS-15) on Employee Benefits issued by the Institute of Chartered Accountants of India.
8. The Bank has made full provision in respect of doubtful assets outstanding as on 31<sup>st</sup> March, 2009. However, for doubtful assets, identified during the current half year, the bank has provided for the same in accordance with the extant RBI norms, which is lower than the full provision. Consequent to the above change, the provision for the half year is lower by Rs. 159.45 crores with consequential impact on provisions and contingencies, net profits, Reserves & Surpluses and Advances.
9. During the quarter under review, the bank has raised Rs. 1000 crores in the form of Upper Tier II bonds.
10. During the current quarter as per the RBI Guidelines, the bank has reckoned the floating provision on advances for arriving at the Net NPAs as against the same having been reckoned as part of its Tier II Capital in the previous quarter as per the then existing RBI guidelines.
11. Information on investor complaints pursuant to Clause 41 of the Listing Agreement, for the quarter ended 30<sup>th</sup> September, 2009 :
 

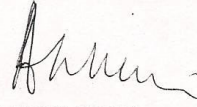
a. Pending as on 30.06.2009 : NIL	b. Received during the quarter : 9
c. Resolved during the quarter : 9	d. Pending as on 30.09.2009 : NIL
12. The results for the half year ended 30<sup>th</sup> September, 2009, have been subjected to limited review by the Statutory Central Auditors of the Bank.
13. Figures of the previous period have been regrouped/rearranged wherever necessary to conform to current period classification.



Date : 29<sup>th</sup> October, 2009  
Place: Mumbai

  
( M. Narendra )  
Executive Director

  
( B. A. Prabhakar )  
Executive Director

  
( Alok K. Misra )  
Chairman & Managing Director