

HDFC BANK LIMITED
FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(₹ in lacs)

Particulars	Quarter ended 31.03.2017	Quarter ended 31.12.2016	Quarter ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
	Audited (Refer note 3)	Unaudited	Audited (Refer note 3)	Audited	Audited
1 Interest Earned (a)+(b)+(c)+(d)	1811440	1760560	1599675	6930596	6022145
a) Interest / discount on advances / bills	1350745	1317564	1194889	5205526	4482786
b) Income on Investments	426769	404934	378960	1594434	1412003
c) Interest on balances with Reserve Bank of India and other inter bank funds	16526	18688	4892	53202	36161
d) Others	17400	19374	20934	77434	91195
2 Other Income	344626	314267	286586	1229649	1075172
3 Total Income (1)+(2)	2156066	2074827	1886261	8160245	7097317
4 Interest Expended	905930	929651	854341	3616674	3262993
5 Operating Expenses (i)+(ii)	522196	484251	458429	1970332	1697969
i) Employees cost	155265	168863	149795	648366	570220
ii) Other operating expenses	366931	315388	308634	1321966	1127749
6 Total Expenditure (4)+(5) (excluding Provisions & Contingencies)	1428126	1413902	1312770	5587006	4960962
7 Operating Profit before Provisions and Contingencies (3)-(6)	727940	660925	573491	2573239	2136355
8 Provisions (other than tax) and Contingencies	126180	71578	66245	359330	272561
9 Exceptional Items	-	-	-	-	-
10 Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	601760	589347	507246	2213909	1863794
11 Tax Expense	202751	202814	169824	758943	634171
12 Net Profit / (Loss) from Ordinary Activities after tax (10)-(11)	399009	386533	337422	1454966	1229623
13 Extraordinary items (net of tax expense)	-	-	-	-	-
14 Net Profit / (Loss) for the period (12)-(13)	399009	386533	337422	1454966	1229623
15 Paid up equity share capital (Face Value of ₹ 2/- each)	51251	51107	50564	51251	50564
16 Reserves excluding revaluation reserves				8894987	7217213
17 Analytical Ratios					
(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio	14.6%	15.9%	15.5%	14.6%	15.5%
(iii) Earnings per share (₹)					
(a) Basic EPS before & after extraordinary items (net of tax expense) - not annualized	15.6	15.2	13.3	57.2	48.8
(b) Diluted EPS before & after extraordinary items (net of tax expense) - not annualized	15.4	15.0	13.2	56.4	48.3
(iv) NPA Ratios					
(a) Gross NPAs	588566	523227	439283	588566	439283
(b) Net NPAs	184399	156432	132037	184399	132037
(c) % of Gross NPAs to Gross Advances	1.05%	1.05%	0.94%	1.05%	0.94%
(d) % of Net NPAs to Net Advances	0.33%	0.32%	0.28%	0.33%	0.28%
(v) Return on assets (average) - not annualized	0.48%	0.49%	0.49%	1.88%	1.92%

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 31.03.2017	Quarter ended 31.12.2016	Quarter ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
	Audited (Refer note 3)	Unaudited	Audited (Refer note 3)	Audited	Audited
1 Segment Revenue					
a) Treasury	591301	561959	497945	2158179	1826488
b) Retail Banking	1683063	1695107	1544098	6614750	5925234
c) Wholesale Banking	797989	783356	702553	3133224	2716239
d) Other Banking Operations	263975	233082	218427	904669	755442
e) Unallocated	-	-	-	-	-
Total	3336328	3273504	2963023	12810822	11223403
Less: Inter Segment Revenue	1180262	1198677	1076762	4650577	4126086
Income from Operations	2156066	2074827	1886261	8160245	7097317
2 Segment Results					
a) Treasury	29483	25348	37341	130838	148921
b) Retail Banking	222172	230844	233682	843216	785503
c) Wholesale Banking	272606	282106	196530	1047377	788720
d) Other Banking Operations	109334	94328	75290	336533	283227
e) Unallocated	(31835)	(43279)	(35597)	(144055)	(142577)
Total Profit Before Tax	601760	589347	507246	2213909	1863794
3 Segment Assets					
a) Treasury	26453614	28656657	23533198	26453614	23533198
b) Retail Banking	29582892	27721544	25269065	29582892	25269065
c) Wholesale Banking	27096909	23137885	22624265	27096909	22624265
d) Other Banking Operations	2720588	2747197	2163306	2720588	2163306
e) Unallocated	530018	538686	489774	530018	489774
Total	86384021	82801969	74079608	86384021	74079608
4 Segment Liabilities					
a) Treasury	7385749	6591139	7734038	7385749	7734038
b) Retail Banking	52579290	52831431	44831340	52579290	44831340
c) Wholesale Banking	15612990	12854932	12042552	15612990	12042552
d) Other Banking Operations	314274	392147	247631	314274	247631
e) Unallocated	1545480	1629851	1956270	1545480	1956270
Total	77437783	74299500	66811831	77437783	66811831
5 Capital Employed (Segment Assets-Segment Liabilities)					
a) Treasury	19067865	22065518	15799160	19067865	15799160
b) Retail Banking	(22996398)	(25109887)	(19562275)	(22996398)	(19562275)
c) Wholesale Banking	11483919	10282953	10581713	11483919	10581713
d) Other Banking Operations	2406314	2355050	1915675	2406314	1915675
e) Unallocated	(1015462)	(1091165)	(1466496)	(1015462)	(1466496)
Total	8946238	8502469	7267777	8946238	7267777

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 March 31, 2017 is given below.

(₹ in lacs)

Particulars	As at 31.03.2017	As at 31.03.2016
CAPITAL AND LIABILITIES	Audited	Audited
Capital	51251	50564
Reserves and Surplus	8894987	7217213
Deposits	64363966	54642419
Borrowings	7402887	8496899
Other Liabilities and Provisions	5670930	3672513
Total	86384021	74079608
ASSETS		
Cash and Balances with Reserve Bank of India	3789687	3005831
Balances with Banks and Money at Call and Short notice	1105523	886053
Investments	21446334	19583629
Advances	55456820	46459396
Fixed Assets	362675	334315
Other Assets	4222982	3810384
Total	86384021	74079608

- 2 The above results have been approved by the Board of Directors of the Bank at its meeting held on April 21, 2017. There are no qualifications in the auditor's report for the year ended March 31, 2017. The information presented above is extracted from the audited financial statements as stated.
- 3 The figures of the last quarter in each of the years are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the respective financial year.
- 4 The Board of Directors at their meeting proposed a dividend of ₹ 11 per share, subject to the approval of the members at the ensuing Annual General Meeting. In terms of revised Accounting Standard (AS) 4 'Contingencies and Events occurring after the Balance sheet date' as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules, 2016, the Bank has not appropriated proposed dividend (including tax) aggregating ₹ 3,392.71 crore from Statement of Profit and Loss for the year ended March 31, 2017. However, the effect of the proposed dividend has been reckoned in determining capital funds in the computation of capital adequacy ratio as at March 31, 2017.
- 5 During the quarter and year ended March 31, 2017, the Bank allotted 7171600 and 34359200 shares respectively pursuant to the exercise of options under the approved employee stock option schemes.
- 6 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.
- 7 The RBI, vide its circulars dated November 21, 2016 and December 28, 2016, had given banks, in respect of certain eligible working capital accounts and loans of ₹ 1 crore or less, an additional 60/90 days for reckoning days past due for classification as NPAs. Accordingly, eligible accounts aggregating ₹ 245.21 crore which were overdue for more than 90 days as at December 31, 2016 were not classified as non-performing as at that date. Of these, accounts that remained outstanding as at March 31, 2017 are classified as NPAs. In addition, other eligible accounts which became more than 90 days overdue during the quarter ended March 31, 2017 have also been classified as non-performing as at March 31, 2017 without the Bank availing of the said dispensation. These accounts otherwise would have been classified as NPAs subsequent to March 31, 2017.
- 8 There was no divergence observed by RBI for the financial year 2015-16 in respect of the Bank's asset classification and provisioning under the extant prudential norms on income recognition, asset classification and provisioning (IRACP).
- 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 March 31, 2017, the total number of branches (including extension counters) and ATM network stood at 4715 branches and 12260 ATMs respectively.
- 12 Figures of the previous year/period have been regrouped / reclassified wherever necessary to conform to current year/period's classification.
- 13 ₹ 10 lac = ₹ 1 million
₹ 10 million = ₹ 1 crore

Place : Mumbai
Date : April 21, 2017

Aditya Puri
Managing Director

HDFC BANK LIMITED GROUP
CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2017

(₹ in lacs)

	Particulars	Year ended	Year ended
		31-03-2017	31-03-2016
		Audited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	7327136	6316157
	a) Interest / discount on advances / bills	5598618	4773619
	b) Income on Investments	1595156	1412550
	c) Interest on balances with Reserve Bank of India and other inter bank funds	54486	37516
	d) Others	78876	92472
2	Other Income	1287763	1121165
3	TOTAL INCOME (1)+(2)	8614899	7437322
4	Interest Expended	3804158	3406957
5	Operating Expenses (i)+(ii)	2075107	1783189
	i) Employees cost	850470	630614
	ii) Other operating expenses	1224637	1152575
6	TOTAL EXPENDITURE (4)+(5) (excluding Provisions & Contingencies)	5879265	5190146
7	Operating Profit before Provisions and Contingencies (3)-(6)	2735634	2247176
8	Provisions (Other than tax) and Contingencies	399081	296077
9	Exceptional Items	-	-
10	Profit / (Loss) from ordinary activities before tax (7)-(8)-(9)	2336553	1951099
11	Tax Expense	807812	669366
12	Net Profit / (Loss) from Ordinary Activities after tax (10)-(11)	1528741	1281733
13	Extraordinary items (net of tax expense)	-	-
14	Net Profit / (Loss) for the period (12)-(13)	1528741	1281733
15	Minority Interest	3672	1972
16	Share in profits of associates	234	372
17	Consolidated profit for the year attributable to the Group (14)-(15)+(16)	1525303	1280133
18	Paid up equity share capital (Face Value of ₹ 2/- each)	51251	50564
19	Reserves excluding revaluation reserves	9128144	7379849
20	Analytical Ratios		
	(i) Percentage of shares held by Government of India	Nil	Nil
	(ii) Earnings per share (₹)		
	(a) Basic EPS before & after extraordinary items (net of tax expense)	60.0	50.9
	(b) Diluted EPS before & after extraordinary items (net of tax expense)	59.2	50.2

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

(₹ in lacs)

Particulars	Year ended 31-03-2017	Year ended 31-03-2016
	Audited	Audited
1 Segment Revenue		
a) Treasury	2158179	1826488
b) Retail Banking	6614750	5925234
c) Wholesale Banking	3133224	2716239
d) Other banking operations	1359323	1095446
e) Unallocated	-	1
Total	13265476	11563408
Less: Inter Segment Revenue	4650577	4126086
Income from Operations	8614899	7437322
2 Segment Results		
a) Treasury	130838	148921
b) Retail Banking	843216	785503
c) Wholesale Banking	1047377	788720
d) Other banking operations	459177	370531
e) Unallocated	(144055)	(142576)
Total Profit Before Tax, Minority Interest & Earnings from Associates	2336553	1951099
3 Segment Assets		
a) Treasury	26453614	23533198
b) Retail Banking	29582892	25269065
c) Wholesale Banking	27096909	22624265
d) Other banking operations	5570983	4304931
e) Unallocated	530018	489774
Total	89234416	76221233
4 Segment Liabilities		
a) Treasury	7385749	7734038
b) Retail Banking	52579290	44831340
c) Wholesale Banking	15612990	12042552
d) Other banking operations	2902368	2208558
e) Unallocated	1545480	1956270
Total	80025877	68772758
5 Capital Employed (Segment Assets - Segment Liabilities)		
a) Treasury	19067865	15799160
b) Retail Banking	(22996398)	(19562275)
c) Wholesale Banking	11483919	10581713
d) Other banking operations	2668615	2096373
e) Unallocated	(1015462)	(1466496)
Total	9208539	7448475

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 Consolidated Statement of Assets and Liabilities as at March 31, 2017 is given below.

(₹ in lacs)

Particulars	As at 31-03-2017	As at 31-03-2016
CAPITAL AND LIABILITIES	Audited	Audited
Capital	51251	50564
Reserves and Surplus	9128144	7379849
Minority Interest	29144	18062
Deposits	64313425	54587329
Borrowings	9841564	10371396
Other Liabilities and Provisions	5870888	3814033
Total	89234416	76221233
ASSETS		
Cash and balances with Reserve Bank of India	3791055	3007658
Balances with Banks and Money at Call and Short notice	1140057	899230
Investments	21077711	19363385
Advances	58548099	48729042
Fixed Assets	381470	347970
Other Assets	4296024	3873948
Total	89234416	76221233

- 2 The above results represent the consolidated financial results for HDFC Bank Limited, its subsidiaries and associates. These results have been approved by the Board of Directors of the Bank at its meeting held on April 21, 2017. There are no qualifications in the auditor's report for the year ended March 31, 2017. The information presented above is extracted from the audited consolidated financial statements as stated.
- 3 The above results are prepared in accordance with the principles set out in Accounting Standard 21- Consolidated Financial Statements and Accounting Standard 23 - Accounting for Investments in Associates in Consolidated Financial Statements as prescribed by The Institute of Chartered Accountants of India.
- 4 In terms of revised Accounting Standard (AS) 4 'Contingencies and Events occurring after the Balance sheet date' as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules, 2016, the Group has not appropriated proposed dividend (including tax) aggregating ₹ 3,408.54 crore from Statement of Profit and Loss for the year ended March 31, 2017. However, the effect of the proposed dividend has been reckoned by the Group in determining capital funds in the computation of capital adequacy ratio as at March 31, 2017.
- 5 Atlas Documentary Facilitators Company Private Limited and HBL Global Private Limited, associates of the Bank as at March 31, 2016, amalgamated with HDB Financial Services Limited, pursuant to the approval of the Honourable High courts of Gujarat and Bombay with effect from December 1, 2016. The appointed date of the merger as per the scheme of amalgamation was April 1, 2014. Accordingly, the consolidated financial statements include the effect of the said amalgamation.
- 6 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 year have been regrouped / reclassified wherever necessary to conform to current year's classification. The above change in classification has no impact on the profit of the Bank for the years 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 review by the statutory auditors.
- 8 Figures of the previous year have been regrouped / reclassified wherever necessary to conform to current year classification.
- 9 ₹ 10 lac = ₹ 1 million
₹ 10 million = ₹ 1 crore

Place : Mumbai
Date : April 21, 2017

Aditya Puri
Managing Director