

FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006

(Rs. in lacs)

	Particulars	Quarter ended 30-6-2006 (unaudited)	Quarter ended 30-6-2005 (unaudited)	Year ended 31-3-2006 (audited)
1	Interest Earned (a) + (b) + (c) + (d)	150429	89413	447534
a	Interest / discount on advances / bills	90580	53371	270020
b	Income on investments	51951	32477	163166
c	Interest on balances with Reserve Bank of India and other inter bank funds	7824	3544	14255
d	Others	74	21	93
2	Other Income	35079	26355	112398
A	Total Income (1+2)	185508	115768	559932
3	Interest Expended	68666	37044	192950
4	Operating Expenses (e) + (f)	55272	35801	169109
e	Payment to and provision for employees	16636	10910	48682
f	Other operating expenses	38636	24891	120427
B	Total Expenditure (3) + (4) (excluding provisions & contingencies)	123938	72845	362059
C	Operating Profit (A – B) (Profit before provisions and contingencies)	61570	42923	197873
D	Other Provisions and Contingencies	26387	16585	72522
E	Provision for Taxes	11253	7985	38273
F	Net Profit (C-D-E)	23930	18353	87078
5	Paid up equity share capital (face value Rs. 10 each)	31385	31125	31314
6	Reserves excluding revaluation reserve			498639
7	Analytical Ratios:			
A	Percentage of shares held by Government of India	Nil	Nil	Nil
B	Capital adequacy ratio	11.7%	11.9%	11.4%
C	Earnings per share (face value Rs. 10/- each)			
	Basic	7.6	5.9	27.9
	Diluted	7.5	5.6	26.3
8	Aggregate of Non-promoter shareholding			
	-No. of shares	244988908	242392408	244281408
	-Percentage of shareholding	78.1%	77.9%	78.0%

Segment information in accordance with the Accounting Standard on Segment Reporting (AS17) of the three operating segments of the Bank is as under:

Particulars	(Rs. in lacs)		
	Quarter ended 30-6-2006 (unaudited)	Quarter ended 30-6-2005 (unaudited)	Year ended 31-3-2006 (audited)
1. Segment Revenue			
a) Retail Banking	168584	111539	517384
b) Wholesale Banking	111241	57197	285338
c) Treasury	15807	10978	77389
Total	295632	179714	880111
Less: Inter Segment Revenue	110124	63946	320179
Income from Operations	185508	115768	559932
2. Segment Results			
a) Retail Banking	22906	13732	70167
b) Wholesale Banking	13749	13400	53787
c) Treasury	(1472)	(794)	1397
Total Profit Before Tax	35183	26338	125351
3. Capital Employed (Segment Assets-Segment Liabilities)			
a) Retail Banking	(380977)	(188796)	(1316)
b) Wholesale Banking	771358	1063820	207260
c) Treasury	126859	(423463)	302572
d) Unallocated	39104	23026	21437
Total	556344	474587	529953

Note on segment information

The reportable primary segments have been identified in accordance with the Accounting Standard on Segment Reporting (AS-17) issued by the Institute of Chartered Accountants of India (ICAI).

The Bank operates in three segments: retail banking, wholesale banking and treasury services. 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 and the internal business reporting systems.

NOTES:

1. The above results have been approved by the Board at its meeting held on July 14, 2006.
2. During the quarter ended June 30, 2006, the Bank allotted 707500 shares pursuant to the exercise of stock options by certain employees.
3. Other income relates to income from non-fund based banking activities including commission, fees, foreign exchange earnings, earnings from derivative transactions and profit and loss (including revaluation) from investments.
4. Provision for Taxes includes Rs. 500 lacs towards provision for Fringe Benefit Tax (FBT).
5. Operating expense includes Rs. 7817 lacs towards professional fees and Rs. 5076 lacs for depreciation on the Bank's property for the quarter ended June 30, 2006.
6. During the quarter ended June 30, 2006, the Bank raised Rs. 300 crores as Upper Tier II capital and Rs. 169 crores as Lower Tier II capital, both in the form of subordinated bonds.
7. As on June 30, 2006, the total number of branches (including extension counters) and the ATM network stood at 535 branches and 1348 ATMs respectively.
8. Information on investor complaints pursuant to Clause 41 of the listing agreement for the quarter ended June 30, 2006:

Opening: nil; Additions: 47; Disposals: 47; Closing: nil.
9. Previous period figures have been regrouped/reclassified wherever necessary to conform to current period's classification.
10. The above results for the quarter ended June 30, 2006, have been subjected to a "Limited Review" by the auditors of the Bank, as per the listing agreements with Bombay Stock Exchange Limited (erstwhile The Stock Exchange, Mumbai) and The National Stock Exchange of India Limited.
11. Rs. 10 lacs = Rs. 1 million
Rs. 10 million = Rs. 1 crore

Place: Mumbai
Date: July 14, 2006

Aditya Puri
Managing Director

(Rs. in lacs)

Summarised Balance Sheet	As at 30-06-2006	As at 30-06-2005
CAPITAL AND LIABILITIES		
Capital	31385	31125
Reserves and Surplus	524959	443462
Employees' Stock Options (Grants) Outstanding	4	26
Deposits	6063012	3835417
Borrowings	414043	631085
Subordinated debt	208600	50000
Other Liabilities and Provisions	727684	407467
Total	7969687	5398582
ASSETS		
Cash and Balances with Reserve Bank of India	486561	296414
Balances with Banks and Money at Call and Short notice	219298	153138
Investments	2844017	1974225
Advances	4056525	2746937
Fixed Assets	90470	71483
Other Assets	272816	156385
Total	7969687	5398582