

UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31ST DECEMBER, 2006

(Rs. in Crores)						
Sr. No.	Particulars	For the Quarter ended 31.12.2006	For the Quarter ended 31.12.2005	For the Nine Months ended 31.12.2006	For the Nine Months ended 31.12.2005	For the Year ended 31.03.2006
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Interest Earned (a+b+c+d)	86.23	70.79	240.08	211.19	277.14
a.	Interest / Discount on advance / bills	55.24	46.70	155.32	132.30	176.09
b.	Income on Investments	24.32	22.66	69.27	68.02	87.03
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	6.67	1.43	15.49	10.72	13.87
d.	Others	-	-	-	0.15	0.15
2	Other Income	32.67	18.65	82.20	60.02	80.29
A.	TOTAL INCOME (1+2)	118.90	89.44	322.28	271.21	357.43
3	Interest Expended	54.67	48.50	158.98	155.84	201.95
4	Operating Expenses (a+b)	50.75	38.42	137.82	121.22	175.15
a.	Payments to and Provisions for Employees	17.54	12.08	48.33	38.18	51.54
b.	Other Operating Expenses	33.21	26.34	89.49	83.04	123.61
B.	TOTAL EXPENDITURE (3+4)	105.42	86.92	296.80	277.06	377.10
C.	OPERATING PROFIT (A - B)	13.48	2.52	25.48	(5.85)	(19.67)
D.	Other Provisions and Contingencies	10.71	4.91	17.70	27.69	62.52
E.	(i) Provision for Taxes	-	-	-	-	-
	(ii) Deferred Tax Assets	-	-		3.07	3.07
F.	Net Profit (C - D - E)	2.77	(2.39)	7.78	(36.61)	(85.26)
5	Paid-up Equity Share Capital	147.63	64.58	147.63	64.58	76.13
6	Reserves excluding Revaluation Reserves	169.76	71.94	169.76	71.94	63.17
7	Analytical Ratios					
a.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
b.	Capital Adequacy Ratio (%)	13.54	9.21	13.54	9.21	9.66
c.	Earning per share for the period / year - Basic(Rs.)	0.29	(0.37)	0.82	(5.67)	(12.93)
d.	Earning per share for the period / year - Diluted (Rs.)	0.28	(0.37)	0.79	(5.67)	(12.93)
e.	Net NPAs to Net Advances (%)	2.78	4.92	2.78	4.92	4.50
f.	Return on Assets (%) (Annualised)	0.24	(1.13)	0.24	(1.13)	(2.01)
8	Aggregate of Non-promoter shareholding					
	(i) No. of shares	101,188,513	17,648,299	101,188,513	17,648,299	29,201,633
	(ii) % of shareholding	68.54	27.33	68.54	27.33	38.36

Development Credit Bank Ltd.

Segment-wise Results						
(Rs. in Crores)						
	Business Segment Particulars	For the Quarter ended 31.12.2006	For the Quarter ended 31.12.2005	For the Nine Months ended 31.12.2006	For the Nine Months ended 31.12.2005	For the Year ended 31.03.2006
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue					
a	Treasury Operations	35.70	31.05	99.15	99.64	125.46
b	Banking Operations	80.08	56.82	212.69	166.59	223.20
c	Others	3.12	1.57	10.44	4.98	8.77
	Income from Operations	118.90	89.44	322.28	271.21	357.43
2	Segment Results					
a	Treasury Operations	7.27	10.98	13.63	21.00	23.07
b	Banking Operations	(7.32)	(14.81)	(15.48)	(61.98)	(116.64)
c	Others	2.82	1.44	9.63	4.37	8.31
	Total Profit/(Loss) after Provisions & Tax	2.77	(2.39)	7.78	(36.61)	(85.26)
3	Capital Employed					
	(Segment Assets - Segment Liabilities)					
a	Treasury Operations	751.16	592.13	751.16	592.13	523.06
b	Banking Operations	(497.82)	(547.91)	(497.82)	(547.91)	(452.20)
c	Others	-	-	-	-	-
	Total	253.34	44.22	253.34	44.22	70.86

Notes:

1 These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on January 27, 2007 and have been subjected to a "Limited Review" by the Statutory Auditors of the Bank.

2 Disclosure about investor complaints:

Complaints at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved as on 31.12.2006
NIL	#685	684	1

All related to IPO completed during the quarter.

3 During the period, the Bank has issued 71,500,000 equity shares of Rs. 10 each for cash at a price of Rs. 26 per share by way of an initial public offer. The allotment of shares was completed on October 19, 2006 and the shares were listed at the Bombay Stock Exchange and the National Stock Exchange on October 27, 2006.

4 IPO expenses amounting to Rs. 15.54 crores pending RBI approval have been adjusted against Share Premium account and have been reduced while arriving at the Capital Adequacy Ratio.

5 The Bank has fully utilised the net IPO proceeds by way of loan disbursements.

6 Other Income includes Rs. 9.45 crores being profit on sale of fixed assets, write back of Rs. 1.90 crores being excess bonus provision and Rs. 0.75 crores being other provisions no longer required.

7 During the period, the Bank has changed its policy of accounting for recoveries of Non-performing advances (except the Retail Advances), in that recoveries affected against Sub-Standard assets, that were hitherto adjusted against overdue interest and then against principal are now adjusted initially against principal and then against overdue interest. Consequent thereto, profit for the period before tax is lower by Rs 0.22 crores.

8 Previous period figures have been regrouped / reclassified wherever necessary to conform to current period's classification.

Place: Mumbai

Date: January 27, 2007

Gautam Vir

Managing Director & Chief Executive Officer

Development Credit Bank Ltd.