

FINANCIAL RESULTS - DECEMBER, 2007

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2007

| (Rs. in Crores) | | | | | | | | |
|-----------------|--|--------------------------------------|--------------------------------------|------------|----------------------------------|----------------------------------|------------|-------------------------------|
| Sr. No. | Particulars | For the Nine Months ended 31.12.2007 | For the Nine Months ended 31.12.2006 | Growth % | For the Quarter ended 31.12.2007 | For the Quarter ended 31.12.2006 | Growth % | For the Year ended 31.03.2007 |
| | | Unaudited | Unaudited | | Unaudited | Unaudited | | Audited |
| 1 | Interest Earned (a+b+c+d) | 400.22 | 240.08 | 67 | 140.16 | 86.23 | 63 | 346.93 |
| a. | Interest / Discount on advances / bills | 297.75 | 155.32 | 92 | 104.29 | 55.24 | 89 | 225.36 |
| b. | Income on Investments | 90.00 | 69.27 | 30 | 31.79 | 24.32 | 31 | 95.19 |
| c. | Interest on balances with Reserve Bank of India and Other Inter Bank Funds | 12.47 | 15.49 | (20) | 4.08 | 6.67 | (39) | 24.03 |
| d. | Others | - | - | - | - | - | - | 2.35 |
| 2 | Other Income | 102.72 | 65.61 | 57 | 35.32 | 27.19 | 30 | 92.49 |
| 3 | Total Income (1+2) | 502.94 | 305.69 | 65 | 175.48 | 113.42 | 55 | 439.42 |
| 4 | Interest Expended | 274.94 | 158.98 | 73 | 97.61 | 54.67 | 79 | 227.38 |
| 5 | Operating Expenses (i+ii) | 169.02 | 120.75 | 40 | 59.22 | 45.10 | 31 | 171.07 |
| i. | Payments to and Provisions for Employees | 69.00 | 47.85 | 44 | 24.19 | 17.37 | 39 | 68.46 |
| ii. | Other Operating Expenses | 100.02 | 72.90 | 37 | 35.02 | 27.73 | 26 | 102.61 |
| 6 | Total Expenditure (4+5) (excluding provisions and contingencies) | 443.96 | 279.73 | 59 | 156.82 | 99.77 | 57 | 398.45 |
| 7 | Operating Profit before Provisions and Contingencies (3 - 6) | 58.97 | 25.96 | 127 | 18.66 | 13.65 | 37 | 40.97 |
| 8 | Provisions (Other than tax) and Contingencies | 31.69 | 17.70 | 79 | 5.37 | 10.71 | (50) | 39.15 |
| 9 | Profit from Ordinary Activities before Tax (7-8) | 27.28 | 8.26 | 230 | 13.29 | 2.94 | 352 | 1.82 |
| 10 | - Provision for Taxes (Fringe Benefit Tax) | (0.91) | (0.48) | 90 | (0.46) | 0.17 | 171 | 0.72 |
| | - Deferred Tax Adjustment | 19.56 | - | - | 12.88 | - | - | (6.27) |
| 11 | Profit from Ordinary Activities after Tax (9-10) | 45.93 | 7.78 | 491 | 25.71 | 2.77 | 828 | 7.37 |
| 12 | Paid-up Equity Share Capital (Face value Rs.10/-) | 174.30 | 147.63 | 18 | 174.30 | 147.63 | 18 | 147.63 |
| 13 | Reserves excluding Revaluation Reserves | 413.95 | 169.76 | 144 | 413.95 | 169.76 | 144 | 169.41 |
| 14 | Analytical Ratios | | | | | | | |
| i. | Percentage of shares held by Government of India | Nil | Nil | - | Nil | Nil | - | Nil |
| ii. | Capital Adequacy Ratio (%) | 13.65 | 13.54 | 1 | 13.65 | 13.54 | 1 | 11.34 |
| iii. | Earnings Per Share (EPS) for the period (not annualised) | | | | | | | |
| | (a) Basic (Rs.) | 2.83 | 0.78 | 263 | 1.48 | 0.19 | 676 | 0.70 |
| | (b) Diluted (Rs.) | 2.74 | 0.78 | 252 | 1.43 | 0.19 | 652 | 0.69 |
| iv. | (a) Amount of Gross non-performing assets | 152.63 | 304.05 | (50) | 152.63 | 304.05 | (50) | 146.16 |
| | (b) Amount of Net non-performing assets | 35.49 | 59.86 | (41) | 35.49 | 59.86 | (41) | 43.82 |
| | (c) % of Gross NPAs to Gross Advances | 3.87 | 12.69 | (70) | 3.87 | 12.69 | (70) | 5.14 |
| | (d) % of Net NPAs with Standard Assets Provision | 0.23 | 2.31 | (90) | 0.23 | 2.31 | (90) | 0.88 |
| | (e) % of Net NPAs without Standard Assets Provision | 0.97 | 2.78 | (65) | 0.97 | 2.78 | (65) | 1.64 |
| v. | Return on Assets (%) (Annualised) | 1.03 | 0.24 | 329 | 1.73 | 0.24 | 621 | 0.17 |
| 15 | Public shareholding | | | | | | | |
| i. | No. of shares | 128,098,620 | 101,188,513 | - | 128,098,620 | 101,188,513 | - | 101,431,953 |
| ii. | Percentage of shareholding | 73.49 | 68.54 | - | 73.49 | 68.54 | - | 68.71 |

FINANCIAL RESULTS - DECEMBER, 2007

| Segment-wise Results | | | | | | |
|----------------------|--|--------------------------------------|--------------------------------------|----------------------------------|----------------------------------|-------------------------------|
| (Rs. in Crores) | | | | | | |
| Sr. No. | Business Segment Particulars | For the Nine Months ended 31.12.2007 | For the Nine Months ended 31.12.2006 | For the Quarter ended 31.12.2007 | For the Quarter ended 31.12.2006 | For the Year ended 31.03.2007 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Segment Revenue | | | | | |
| a | Treasury Operations | 123.96 | 99.15 | 45.68 | 35.70 | 140.51 |
| b | Banking Operations | 366.45 | 212.69 | 123.79 | 80.08 | 269.29 |
| c | Others | 12.53 | 10.44 | 6.01 | 3.12 | 29.62 |
| | Income from Operations | 502.94 | 322.28 | 175.48 | 118.90 | 439.42 |
| 2 | Segment Results | | | | | |
| a | Treasury Operations | 37.24 | 13.63 | 12.76 | 7.27 | 18.29 |
| b | Banking Operations | (3.25) | (15.48) | 7.18 | (7.32) | (39.36) |
| c | Others | 11.94 | 9.63 | 5.77 | 2.82 | 28.44 |
| | Total Profit after Provisions & Tax | 45.93 | 7.78 | 25.71 | 2.77 | 7.37 |
| 3 | Capital Employed | | | | | |
| | (Segment Assets - Segment Liabilities) | | | | | |
| a | Treasury Operations | 740.58 | 751.16 | 740.58 | 751.16 | 559.19 |
| b | Banking Operations | (144.92) | (497.82) | (144.92) | (497.82) | (287.00) |
| c | Others | - | - | - | - | - |
| | Total | 595.66 | 253.34 | 595.66 | 253.34 | 272.19 |

Notes:

- These results have been reviewed and approved by the Audit Committee and recommended to and approved by the Board of Directors at its meeting held on January 30, 2008, in respect of which a Limited Review has been conducted by the Statutory Auditors of the Bank.
- Other Income primarily includes income from non-fund based activities such as brokerage and commission, fees, earnings in foreign exchange and derivative transactions and profit (net) on sale / revaluation of investments.
- Deferred Tax Adjustment includes a credit of Rs. 11.53 crores being Deferred Tax Asset recognised on Unabsorbed Tax Depreciation.
- Disclosure about investor complaints:

| Complaints as on 01.10.2007 | Received during the quarter | Disposed off during the quarter | Unresolved as on 31.12.2007 |
|-----------------------------|-----------------------------|---------------------------------|-----------------------------|
| NIL | 36 | 36 | NIL |
- Previous period figures have been regrouped / reclassified wherever necessary to conform to the presentation of the current period.

Place: Mumbai
Date: January 30, 2008

Vinay D. Balse
N.M. Rajji & Co.
Chartered Accountants

Adil Kasad
Executive Vice President & CFO

Gautam Vir
Managing Director & CEO