

**DEVELOPMENT CREDIT BANK LIMITED**

Regd. Office: 301, Delta Plaza, 414, Veer Savarkar Marg, Prabhadevi, Mumbai-400 025.

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30, 2011**

(₹ in lakhs)

Sr. No.	Particulars	For the quarter ended 30.09.2011	For the quarter ended 30.09.2010	For the half year ended 30.09.2011	For the half year ended 30.09.2010	For the year ended 31.03.2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Interest Earned (a+b+c+d)</b>	<b>17,852.48</b>	<b>12,787.90</b>	<b>34,016.82</b>	<b>24,781.62</b>	<b>53,626.24</b>
a.	Interest / Discount on advances / bills	13,292.63	9,518.13	25,570.60	18,523.18	40,265.31
b.	Income on Investments	4,365.37	3,231.62	8,102.93	6,174.56	13,197.06
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	178.71	38.15	327.52	83.88	163.87
d.	Others	15.77	-	15.77	-	-
2	Other Income	2,313.02	2,689.79	4,657.46	5,682.97	11,209.86
<b>3</b>	<b>Total Income (1+2)</b>	<b>20,165.50</b>	<b>15,477.69</b>	<b>38,674.28</b>	<b>30,464.59</b>	<b>64,836.10</b>
4	Interest Expended	11,942.73	8,148.86	22,918.70	15,817.06	34,712.41
5	Operating Expenses (i+ii)	6,136.19	5,246.92	12,016.63	10,306.11	21,518.05
i.	Employees cost	3,153.54	2,500.34	6,194.68	4,984.00	10,636.55
ii.	Other Operating Expenses	2,982.65	2,746.58	5,821.95	5,322.11	10,881.50
<b>6</b>	<b>Total Expenditure (4+5)</b>	<b>18,078.92</b>	<b>13,395.78</b>	<b>34,935.33</b>	<b>26,123.17</b>	<b>56,230.46</b>
<b>(excluding provisions and contingencies)</b>						
<b>7</b>	<b>Operating Profit before Provisions and Contingencies (3-6)</b>	<b>2,086.58</b>	<b>2,081.91</b>	<b>3,738.95</b>	<b>4,341.42</b>	<b>8,605.64</b>
8	Provisions (Other than tax) and Contingencies	753.88	1,493.82	1,523.15	3,938.96	5,680.30
9	Exceptional Items	-	-	-	-	-
<b>10</b>	<b>Profit / (Loss) from Ordinary Activities before tax (7-8-9)</b>	<b>1,332.70</b>	<b>588.09</b>	<b>2,215.80</b>	<b>402.46</b>	<b>2,925.34</b>
11	Tax expense	-	106.09	-	211.09	782.43
<b>12</b>	<b>Net Profit / (Loss) from Ordinary Activities after tax (10-11)</b>	<b>1,332.70</b>	<b>482.00</b>	<b>2,215.80</b>	<b>191.37</b>	<b>2,142.91</b>
13	Extraordinary items (Net of tax expenses)	-	-	-	-	-
<b>14</b>	<b>Net Profit / (Loss) for the period (12-13)</b>	<b>1,332.70</b>	<b>482.00</b>	<b>2,215.80</b>	<b>191.37</b>	<b>2,142.91</b>
15	Paid-up Equity Share Capital (Face value ₹ 10/-)	20,022.75	20,007.62	20,022.75	20,007.62	20,017.12
16	Reserves excluding Revaluation Reserves	-	-	-	-	36,235.26
17	Analytical Ratios					
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%) (Basel II)	13.10	13.57	13.10	13.57	13.25
iii.	Earnings Per Share (EPS)					
	(a) Basic and diluted EPS before Extraordinary items (net of tax expenses) for the period and for the previous year	(Not Annualized)	(Not Annualized)	(Not Annualized)	(Not Annualized)	
	(i) Basic (₹)	0.67	0.24	1.11	0.10	1.07
	(ii) Diluted (₹)	0.66	0.24	1.09	0.09	1.06
	(b) Basic and diluted EPS after Extraordinary items (net of tax expenses) for the period and for the previous year	(Not Annualized)	(Not Annualized)	(Not Annualized)	(Not Annualized)	
	(i) Basic (₹)	0.67	0.24	1.11	0.10	1.07
	(ii) Diluted (₹)	0.66	0.24	1.09	0.09	1.06
iv.	(a) Amount of Gross non-performing assets	26,053	31,067	26,053	31,067	26,357
	(b) Amount of Net non-performing assets	4,205	7,139	4,205	7,139	4,123
	(c) % of Gross NPAs to Gross Advances	5.75	7.61	5.75	7.61	5.85
	(d) % of Net NPAs	0.97	1.86	0.97	1.86	0.96
v.	Return on Assets (%) (Annualized)	0.68	0.29	0.57	0.06	0.32
18	Public shareholding					
i.	No. of shares	154,027,240	153,876,005	154,027,240	153,876,005	153,970,975
ii.	Percentage of shareholding	76.93	76.91	76.93	76.91	76.92
19	Promoters and Promoter Group Shareholding					
i.	Pledged / Encumbered					
	No. of shares	NIL	NIL	NIL	NIL	NIL
	Percentage of shares (as % of the total shareholding of promoter and promoter group)	N.A	N.A	N.A	N.A	N.A.
	Percentage of shares (as % of the total share capital of the company)	N.A	N.A	N.A	N.A	N.A.
ii.	Non-encumbered					
	No. of shares	46,200,234	46,200,234	46,200,234	46,200,234	46,200,234
	Percentage of shares (as % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	Percentage of shares (as % of the total share capital of the company)	23.07	23.09	23.07	23.09	23.08

**SUMMARISED BALANCE SHEET**

	(₹ in lakhs)		
	As at 30.09.2011 (Unaudited)	As at 30.09.2010 (Unaudited)	As at 31.03.2011 (Audited)
<b>CAPITAL &amp; LIABILITIES</b>			
Capital	20,023	20,008	20,017
Employee Stock Options (Grants Outstanding net of deferred cost)	291	276	281
Reserves & Surplus	44,030	40,022	41,851
Deposits	626,149	549,509	561,017
Borrowings	84,637	56,482	86,071
Other liabilities and provisions	29,651	27,467	27,997
<b>TOTAL CAPITAL &amp; LIABILITIES</b>	<b>804,781</b>	<b>693,764</b>	<b>737,234</b>
<b>ASSETS</b>			
Cash and Balances with Reserve Bank of India	45,555	43,560	40,451
Balances with Banks and Money at Call and Short notice	14,393	18,210	8,260
Investments	276,564	209,747	229,505
Advances	431,465	383,992	428,169
Fixed Assets	12,265	13,085	12,750
Other Assets	24,539	25,170	18,099
<b>TOTAL ASSETS</b>	<b>804,781</b>	<b>693,764</b>	<b>737,234</b>

**SEGMENTAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30, 2011**

Sr. No.	Business Segment Particulars	(₹ in lakhs)				
		For the quarter ended 30.09.2011 (Unaudited)	For the quarter ended 30.09.2010 (Unaudited)	For the half year ended 30.09.2011 (Unaudited)	For the half year ended 30.09.2010 (Unaudited)	For the year ended 31.03.2011 (Audited)
1	<b>Segment Revenue</b>					
a	Treasury Operations	10,760	8,043	20,692	15,436	32,322
b	Corporate	5,394	5,601	12,174	10,995	22,055
c	Retail	15,472	10,116	28,817	19,446	42,731
d	Other Banking Operations	424	561	585	1,109	1,747
	<b>Total</b>	<b>32,050</b>	<b>24,321</b>	<b>62,268</b>	<b>46,986</b>	<b>98,855</b>
	<b>Less:- Inter Segment Revenue</b>	<b>11,884</b>	<b>8,843</b>	<b>23,594</b>	<b>16,521</b>	<b>34,019</b>
	<b>Income from Operations</b>	<b>20,166</b>	<b>15,478</b>	<b>38,674</b>	<b>30,465</b>	<b>64,836</b>
2	<b>Segment Results</b>					
a	Treasury Operations	488	646	781	898	1,840
b	Corporate	(227)	415	(76)	1,512	2,147
c	Retail	687	(908)	996	(2,870)	(2,359)
d	Other Banking Operations	392	435	666	862	1,297
e	Unallocable	(7)	(106)	(151)	(211)	(782)
	<b>Total Profit after Provisions &amp; Tax</b>	<b>1,333</b>	<b>482</b>	<b>2,216</b>	<b>191</b>	<b>2,143</b>
3	<b>Capital Employed</b> (Segment Assets - Segment Liabilities)					
a	Treasury Operations	188,146	180,704	188,146	180,704	148,132
b	Corporate	125,078	148,403	125,078	148,403	166,094
c	Retail	(261,179)	(277,112)	(261,179)	(277,112)	(260,331)
d	Other Banking Operations	10	316	10	316	13
e	Unallocable	12,289	7,995	12,289	7,995	8,241
	<b>Total</b>	<b>64,344</b>	<b>60,306</b>	<b>64,344</b>	<b>60,306</b>	<b>62,149</b>

**Treasury:** Includes all financial markets activities undertaken on behalf of the Bank's customers, proprietary trading, maintenance of reserve requirements and resource mobilisation from other banks and financial institutions.

**Corporate Banking:** Includes lending, deposit taking and other services offered to corporate customers.

**Retail Banking:** Includes lending, deposit taking and other services offered to retail customers.

**Other Banking Operations:** Includes para banking activities like third party product distribution, merchant banking etc.

**Notes:**

1 These results have been reviewed and approved by the Audit Committee and recommended for approval to and approved by the Board of Directors at its meeting held on October 12, 2011.

2 Other Income includes income from non-fund based activities such as brokerage and commission, fees, earnings in foreign exchange and derivative transactions, profit (net) on sale / revaluation of investments.

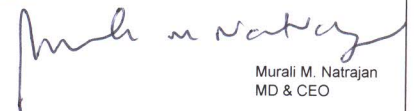
3 Disclosure about investor complaints:

Complaints Pending as on 01.07.2011	Received during the quarter	Disposed off during the quarter	Complaints Pending as on 30.09.2011
Nil	1	1	Nil

4 There are no significant changes in the accounting policies during the period.

5 Previous period figures have been regrouped / reclassified wherever necessary to conform to the presentation of the current period.

Place : Mumbai  
Date : October 12, 2011

  
Murali M. Natrajan  
MD & CEO