

DEVELOPMENT CREDIT BANK LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31ST DECEMBER, 2008

(Rs. in Crores)

Sr. No.	Particulars	For the Quarter ended 31.12.2008	For the Quarter ended 31.12.2007	For the Nine Months ended 31.12.2008	For the Nine Months ended 31.12.2007	For the Year ended 31.03.2008
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Interest Earned (a+b+c+d)	167.62	137.11	505.31	388.18	558.24
a.	Interest / Discount on advances / bills	129.13	104.11	384.26	297.22	428.57
b.	Income on Investments	32.16	28.92	98.73	78.49	110.27
c.	Interest on balances with Reserve Bank of India and Other Inter Bank Funds	6.33	4.08	22.32	12.47	18.31
d.	Others	-	-	-	-	1.09
2	Other Income	27.54	38.19	95.22	114.23	177.71
3	Total Income (1+2)	195.16	175.30	600.53	502.41	735.95
4	Interest Expended	116.56	97.61	348.28	274.94	388.37
5	Operating Expenses (i+ii)	55.64	59.03	184.74	168.48	237.98
i.	Payments to and Provisions for Employees	22.05	24.21	80.85	69.08	97.13
ii.	Other Operating Expenses	33.59	34.82	103.89	99.40	140.85
6	Total Expenditure (4+5)	172.20	156.64	533.02	443.42	626.35
7	Operating Profit before Provisions and Contingencies (3 - 6)	22.96	18.66	67.51	58.99	109.60
8	Provisions (Other than tax) and Contingencies	29.07	5.37	71.90	31.69	73.46
9	Profit from Ordinary Activities before tax (7-8)	(6.11)	13.29	(4.39)	27.30	36.14
10	- Provision for Taxes (Fringe Benefit Tax)	0.21	0.46	0.89	0.91	1.03
	- Deferred Tax	(3.10)	(12.88)	(8.50)	(19.56)	(3.22)
11	Profit from Ordinary Activities after tax (9-10)	(3.22)	25.71	3.22	45.95	38.33
12	Paid-up Equity Share Capital (Face value Rs.10/-)	174.30	174.30	174.30	174.30	174.30
13	Reserves excluding Revaluation Reserves	-	-	-	-	449.65
14	Analytical Ratios					
i.	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii.	Capital Adequacy Ratio (%)	14.13	13.65	14.13	13.65	13.38
iii.	Earnings Per Share (EPS) for the period (not annualized)					
	(a) Basic (Rs.)	(0.18)	1.48	0.18	2.83	2.32
	(b) Diluted (Rs.)	(0.18)	1.43	0.18	2.74	2.25
iv.	(a) Amount of Gross non-performing assets	172.26	152.63	172.26	152.63	63.43
	(b) Amount of Net non-performing assets	71.16	35.49	71.16	35.49	26.98
	(c)% of Gross NPAs to Gross Advances	4.67	3.87	4.67	3.87	1.49
	(d) % of Net NPAs	2.04	0.23	2.04	0.23	0.66
v.	Return on Assets (%) (Annualized)	(0.20)	1.73	0.07	1.03	0.60
15	Public shareholding					
i.	No. of shares	128,098,620	128,098,620	128,098,620	128,098,620	128,098,620
ii.	Percentage of shareholding	73.49	73.49	73.49	73.49	73.49

DEVELOPMENT CREDIT BANK LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31ST DECEMBER, 2008

SEGMENTAL RESULTS FOR THE PERIOD ENDED DECEMBER 31, 2008

(Rs. in Crores)

Sr. No.	Business Segment Particulars	For the Quarter ended	For the Nine Months ended	For the Year ended
		31.12.2008 Unaudited	31.12.2008 Unaudited	31.03.2008 Audited
1	Segment Revenue			
a	Treasury Operations	88.49	265.24	161.36
b	Corporate	60.85	184.73	272.30
c	Retail	90.95	289.28	284.13
d	Other Banking Operations	3.77	14.47	18.16
	Total	244.06	753.72	735.95
	Less:- Inter Segment Revenue	48.90	153.19	
	Income from Operations	195.16	600.53	
2	Segment Results			
a	Treasury Operations	6.23	8.37	45.44
b	Corporate	6.69	13.92	(13.26)
c	Retail	(14.98)	(20.25)	(11.23)
d	Other Banking Operations	(4.05)	(6.43)	17.38
e	Unallocable	2.89	7.61	-
	Total Profit after Provisions & Tax	(3.22)	3.22	38.33
3	Capital Employed			
	(Segment Assets - Segment Liabilities)			
a	Treasury Operations	1,154.02	1,154.02	611.47
b	Corporate	446.75	446.75	1,333.18
c	Retail	(1,062.57)	(1,062.57)	(1,299.60)
d	Other Banking Operations	2.89	2.89	-
e	Unallocable	97.89	97.89	-
	Total	638.98	638.98	645.05
(Rs. in Crores)				
Sr. No.	Business Segment Particulars	For the Quarter ended	For the Nine Months ended	
		31.12.2007 Unaudited	31.12.2007 Unaudited	
1	Segment Revenue			
a	Treasury Operations		45.68	123.96
b	Banking Operations		123.61	365.92
c	Others		6.01	12.53
	Income from Operations		175.30	502.41
2	Segment Results			
a	Treasury Operations		12.76	37.24
b	Banking Operations		7.18	(3.23)
c	Others		5.77	11.94
	Total Profit after Provisions & Tax		25.71	45.95
3	Capital Employed			
	(Segment Assets - Segment Liabilities)			
a	Treasury Operations		740.58	740.58
b	Banking Operations		(144.92)	(144.92)
c	Others		-	-
	Total		-	-

DEVELOPMENT CREDIT BANK LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31ST DECEMBER, 2008

Pursuant to the Guidelines issued by the Reserve Bank of India on Accounting Standard 17 (Segment Reporting) - Enhancement of disclosures dated April 18, 2007, effective March 31, 2008, the additional segments of Corporate Banking and Retail Banking have been included for the period from March 31, 2008. The figures for the quarter and nine months ended December 31, 2007 have not been reclassified and therefore, are not comparable.

The bank has revised its transfer pricing mechanism in the current year. In the prior periods segment revenue reflected the net transfer pricing impact, and hence are not comparable.

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 to and approved by the Board of Directors at its meeting held on January 29, 2009.
- 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 01.10.2008	Received during the quarter	Disposed off during the quarter	Complaints Pending as on 31.12.2008
Nil	4	4	Nil

- 4 There are no significant changes in the accounting policies during the quarter.
- 5 Previous period figures have been regrouped / reclassified wherever necessary to conform to the presentation of the current period.

Place : Mumbai
Date : January 29, 2009

Nasser Munjee
Chariman