



Press Release

HDFC'S UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2012

Housing Development Finance Corporation Limited (HDFC) announced its unaudited consolidated financial results for the quarter ended June 30, 2012 following a meeting of its Audit Committee of Directors and Committee of Directors on Saturday, July 28, 2012 in Mumbai. The accounts have been subject to a limited review by the Corporation's statutory auditors.

CONSOLIDATED FINANCIAL RESULTS

For the quarter ended June 30, 2012, the consolidated profit after tax stood at ` 1,275.86 crores as compared to ` 1,020.06 crores in the corresponding quarter of the previous year – an increase of 25%.

The profit earned in the Revenue Account of HDFC Standard Life Insurance Company Limited for the quarter ended June 30, 2012 amounting to ` 92.41 crores (net of tax) {` 53.40 crores for the quarter ended June 30, 2011}, has not been transferred to the Shareholders' Profit and Loss Account. As per IRDA guidelines, profits can be transferred only after the accounts are audited and recommended by the appointed actuary. Had the said profits been considered, the adjusted consolidated profits of the Corporation and its subsidiaries for the quarter ended June 30, 2012 would have been **higher** by ` 66.88 crores (` 38.65 crores in the corresponding quarter ended June 30, 2011).

The consolidated profit after tax for the quarter ended June 30, 2012 does not consider the charge in respect of the redemption premium on Zero Coupon Debentures amounting to ` 148.93 crores (net of tax) {` 130.25 crores for the quarter ended June 30, 2011}. Had this been charged to the Profit and Loss Account, the consolidated profit after tax would have been lower to that extent.

Had both the aforesaid adjustments been considered, the profit after tax for the quarter ended June 30, 2012 would have been ` 1,193.81 crores compared to ` 928.46 crores for the quarter ended June 30, 2011, representing an increase of 29%.

SHARE OF PROFITS FROM SUBSIDIARIES AND ASSOCIATES

The share of profit from the subsidiaries and associates in the consolidated profit after tax grew to 21.5% for the quarter ended June 30, 2012 as compared to 17.2% in the corresponding quarter of the previous year.

Going forward, the Corporation intends to disclose both, the standalone and consolidated financial results on a quarterly basis.

STANDALONE FINANCIAL RESULTS

On July 11, 2012, HDFC had announced its standalone results for the quarter ended June 30, 2012. The highlights are as follows:

1. The standalone profit after tax for the quarter ended June 30, 2012, stood at ` 1,001.91 crores as compared to ` 844.53 crores in the corresponding quarter of the previous year – an increase of 19%.
2. As at June 30, 2012, the loan book stood at ` 1,48,262 crores as against ` 1,24,168 crores as at June 30, 2011. Individual loans sold during the preceding 12 months amounted to ` 4,978 crores. The growth in the individual loan book, including loans sold is 29% (23% net of loans sold) whereas the non individual loan book grew by 14%. The growth in the total loan book inclusive of loans sold is 23% (19% net of loans sold).
3. During the quarter ended June 30, 2012 the loan book grew by ` 7,387.74 crores of which ` 6,635.07 crores – representing 90% of the increase was on account of the increase in the individual loan book.
4. Gross non-performing loans as at June 30, 2012 amounted to ` 1,190 crores. This is equivalent to 0.79% of the loan portfolio (previous year – 0.83%) This is the thirtieth consecutive quarter end at which the percentage of non-performing loans have been lower than the corresponding quarter in the previous year.
5. The balance in the provision for contingencies account as at June 30, 2012 stood at ` 1,711 crores, of which ` 344 crores is on account of regulatory provisioning for non-performing loans and the balance ` 1,367 crores mainly comprises general provisioning on standard loans, including Dual Rate Home Loans.

July 28, 2012