



INDUSIND BANK LIMITED

Performance Review

Q2 FY2009-10 & HY2009-10

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Unaudited Results

September 30, 2009

Quarterly & Half Yearly Results

The Board of Directors of IndusInd Bank Ltd at their meeting held on October 14, 2009, took on record the unaudited quarterly financial results for the second quarter ended September 30, 2009.

Financial Data & Highlights for the Second Quarter & Half Year ending September 30, 2009:

Profit & Loss A/C

Rs. Crs

	Q2 FY 2009-10	Q2 FY 2008-09	Growth (%)	HY 2009-10	HY 2008-09	Growth (%)
Net Interest Income	208.55	105.24	98.17%	375.92	198.18	89.69%
<u>Other Income</u>						
Commission, Exchange and Brokerage	51.88	31.95	62.38%	88.75	69.97	26.84%
Profit on exchange transaction	26.07	14.89	75.08%	43.45	26.84	61.89%
Recovery from Bad Debts	2.02	3.31	-38.97%	2.57	9.60	-73.23%
General Banking / Other Income	52.38	38.80	35.00%	170.33	47.45	258.97%
Total Revenue	340.90	194.19	75.55%	681.02	352.04	93.45%
<u>Operating Costs</u>						
Staff Cost	78.85	44.72	76.31%	139.64	82.02	70.25%
Rent, Taxes and Lighting	17.02	11.41	49.17%	32.28	21.07	53.20%
Depreciation	11.37	11.00	3.36%	22.26	21.63	2.91%
Other Costs	78.34	59.97	30.63%	157.21	114.36	37.47%
Total Operating Cost	185.58	127.10	46.01%	351.39	239.08	46.98%
Operating Profit	155.32	67.09	131.51%	329.63	112.96	191.81%
Other Provisions & Contingencies	38.85	16.68	132.91%	73.18	32.07	128.19%
Provision for Tax	38.65	16.75	130.75%	92.13	28.13	227.52%
Net Profit	77.82	33.66	131.19%	164.32	52.76	211.45%
Paid up Equity Capital	410.09	355.19	15.46%	410.09	355.19	15.46%
EPS (Rs.) (not annualised)	2.05	0.95	115.79%	4.47	1.56	186.54%



Balance Sheet

Rs. Crs

	Q2 FY2009-10	Q2 FY2008-09	Growth (%)
Capital & Liabilities			
Capital	410.09	355.19	15.46%
Employee Stock Option Scheme	1.97	0.34	-
Reserves & Surplus	1,895.95	1,255.77	50.98%
Deposits	22,814.87	19,487.91	17.07%
Borrowings	1,792.63	2,016.59	-11.11%
Other Liabilities & Provisions	3,245.62	1,867.40	73.80%
Total	30,161.13	24,983.20	20.73%
Assets			
Cash & Bank Balance	1,674.34	1,721.30	-2.73%
Balance with Bank and Money at Call & Short Notice	712.30	660.35	7.87%
Investments	8,295.05	6,742.60	23.02%
SLR Investments	6,609.70	5,308.63	24.51%
Non SLR Investments	1,685.35	1,433.97	17.53%
Advances	17,583.10	14,049.50	25.15%
Fixed Assets	623.42	625.80	-0.38%
Other Assets	1,272.92	1,183.65	7.54%
Total	30,161.13	24,983.20	20.73%
Core Banking (Advances+Deposit)	40,397.97	33,537.41	20.46%

Analytical Ratios:

	Quarter Ended Sept 30, 2009	Quarter Ended Sept 30, 2008	Growth (%)
Networth (Rs crore)	2,074.24	1,373.58	51.01%
Book Value per Share (Rs)	50.60	38.69	30.78%
Adjusted Book Value per Share (Rs.) Net of NPAs	46.41	29.94	55.01%
EPS (Rs) (not annualized)	2.05	0.95	115.79%
Gross NPAs (Rs crore)	265.11	424.54	-37.55%
Gross NPAs	1.50%	3.00%	-50.00%
Net NPAs (Rs crore)	171.77	310.64	-44.70%
Net NPAs	0.98%	2.21%	-55.66%
Provision Cover (%)	35.21%	26.83%	31.23%
Annualised Return on Assets	1.07%	0.54%	98.15%
Annualised Return on Networth	15.01%	9.80%	53.16%
Net Interest Margins (NIM)	2.86%	1.68%	70.24%
Capital Adequacy Ratio (CAR)	13.51%	12.45%	-
Non-Interest Income / Total Income	38.82%	45.80%	-15.24%
Credit / Deposit	77.07%	72.09%	6.91%
Average Cost of Deposits	7.19%	7.88%	-8.76%
Current Accounts (Rs crore)	3,246.41	2,178.78	49.00%
Savings Accounts (Rs crore)	1,595.95	1317.64	21.12%
CASA Ratio	21.22%	17.94%	18.28%
Total Employees	4762	3936	20.99%
Network			
Branches	180	180	-
Onsite & Offsite ATMs	402	356	12.92%
Consumer Finance Division Offices	26	26	-
Total Network	608	562	8.19%
Geographical Locations	147	147	-
State/ Union Territories covered	28	28	-
State Capitals covered	25	25	-
Foreign Locations (Representative offices)	2	2	-



General

Performance Highlights for the quarter ended September 30, 2009:

- Net Profit at Rs. 77.82 crs for Q2 FY10 shows a growth of 131% as compared to Rs. 33.66 crs in Q2 FY09. This robust improvement in profitability was driven by both Interest and non Interest income, mainly on account of Core Fee income.
- Total Revenue for Q2 FY10 up 76% to Rs.340.90 crs.
- Net Interest Margin (NIM) for Q2 FY10 was 2.86% as against 1.68 % in Q2 FY09.
- Networth of the Bank stands at Rs 2074 crs at the end of the Q2 FY10 as compared to Rs. 1374 crs in Q2 of FY09.
- Core Banking operations (Advances + Deposits) of the Bank at Rs. 40398 crs have shown a growth of 20% in Q2 FY10 on a Y-o-Y basis.
- Capital Adequacy Ratio (CAR) as on September 30, 2009 was 13.51% as against 12.45% as on September 30, 2009. Tier I account for 9.63%.
- Book value per share (face value Rs. 10 each) of the Bank as on September 30, 2009 (ex revaluation reserve) works out to Rs 50.60 as against Rs. 38.69 as on September 30, 2008. The adjusted book value works out to Rs 46.41 as against Rs. 29.94 earlier.

Performance Highlights for the Half Year ended September 30, 2009:

- Net Profit at Rs. 164.32 crs for HY2009-10 shows a growth of 211% as compared to Rs. 52.76 crs in HY2008-09. This robust improvement in profitability was driven by both Interest and non Interest income, mainly on account of Core Fee income.
- Total Revenue for HY2009-10 up 93% to Rs.681.02 crs.
- Net Interest Margin (NIM) for HY2009-10 was 2.66% as against 1.60 % in HY2008-09.

Advances:

- Net Advances at Rs 17583 crs grew 25% Y-o-Y in Q2 FY10.
- Corporate and Commercial Banking Advances stood at Rs 10051 crs in Q2 FY10 as against Rs 6271 crs in Q2 FY09 registering a growth of 60% Y-o-Y.
- Consumer Finance Division Advances stood at Rs 7532 crs as compared to Rs.7778 crs in Q2 of FY10.

NPAs:

- Net NPA continued their downtrend and fell to 0.98% as compared to 2.21% for the previous year. Gross NPAs stood at Rs 265.11 crs (1.50%) in Q2 FY10 while Net NPAs stood at Rs 171.77 crs. This compares with Rs 424.54 crs (3.00%) of Gross NPAs and Rs 310.64 crs of Net NPAs at the end of Q2 FY09.

Deposits:

- Total Deposits at the end of Q2 FY10 was Rs 22815 crs, as against Rs 19488 crs at the end of Q2 FY09, up 17% Y-o-Y.
- CASA Ratio improved to 21.22% in Q2 FY10 against 17.94% in Q2 FY09.
- Current Account Balances at Rs 3246 crs, grew 49% Y-o-Y from Rs 2179 crs.
- Savings Account Balances stood at Rs 1596 crs, up 21% Y-o-Y from Rs 1318 crs.
- Credit-Deposit (CD) Ratio stood at 77% in Q2 FY10 as against 72% in Q2 FY09.


Shareholding Pattern (as on 30th September 2009)

	Category	No. of shares held	% of shareholding
A.	Promoters holding		
1	Promoters		
	a Indian Promoters		
	b Foreign Promoters	90999984	22.20
2	Persons acting in Concert		
	Sub Total	90999984	22.20
B.	Non-Promoters Holding		
3	Institutional Investors		
	a Mutual Funds and UTI	29260151	7.14
	b Financial Institutions/ Banks	12199	0.00
	c Insurance Companies	3023592	0.74
	d Foreign Institutional Investors	101554546	24.78
	Sub Total	133850488	32.66
4	Others		
	a Bodies Corporate	46522443	11.35
	b Individuals	58984088	14.39
	c Clearing Member	2768606	0.68
	d Non- Executive Directors	2980	0.00
	e Non- Executive Director (Non-resident & Foreign national)	0	0.00
	f Overseas Corporate Bodies	1737719	0.42
	g Non Resident Indians	10348468	2.52
	Sub Total	120364304	29.36
C.	Shares held by Custodians and against which depository receipts have been issued.	64682364	15.78
	GRAND TOTAL	409897140	100.00

About IndusInd Bank Ltd.

IndusInd Bank Ltd. is one of the new-generation private-sector banks in India which commenced its operations in 1994. The Bank currently has a network of 180 branches, spread over 147 geographical locations in 28 states and union territories across the country. The Bank also has a Representative Office each in Dubai and London.

The Bank is driven by state-of-the-art technology since its inception. It has multi-lateral tie-ups with other banks providing access to more than 18000 ATMs for its customers. It enjoys clearing bank status for both major stock exchanges - BSE and NSE - and three major commodity exchanges in the country – MCX, NCDEX, and NMCE. It also offers DP facilities for stock and commodity segments.

IndusInd Bank has been awarded the highest A1+ rating for its Certificates of Deposits by ICRA and the highest P1+ rating for its FDs by CRISIL, which has also assigned the highest safety ratings to the Bank's Pass through Certificates for securitized assets.

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Safe Harbour

This document contains certain forward-looking statements based on current expectations of the IndusInd Bank management. Actual results may vary significantly from the forward-looking statements contained in this document due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India and outside India, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the businesses of IndusInd Bank as well as its ability to implement the strategy. IndusInd Bank does not undertake to update these statements.

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