

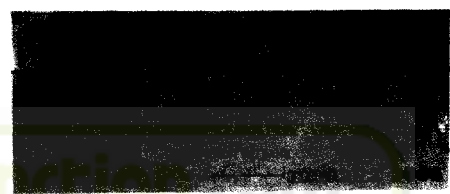
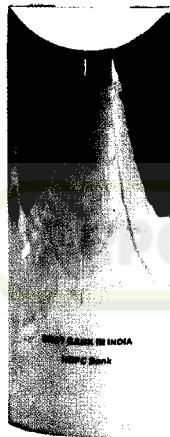


Vibrancy in our Economy Velocity in our Strides



We understand your world

Awards for the Year 2006-2007



The Asian Banker Achievement Award

- ✦ Our MD, Mr. Aditya Puri, won The Asian Banker Leadership Achievement Award for India in 2007

Global HR Excellence Awards

- ✦ Award for Institution Building and Most Innovative HR Practices Award in 2007

Business Today Award

- ✦ Best Bank in India in 2006

Businessworld Award

- ✦ Best listed Bank of India in 2006

Euromoney Award

- ✦ Best Bank in India in 2006

Forbes Magazine Award

- ✦ One of Asia Pacific's Best 50 companies in 2006

The Asset Magazine's Triple A Country Award

- ✦ Best Domestic Bank in India in 2006

Asiamoney Award

- ✦ Best Local Cash Management Bank in Large and Medium segments in 2006

Vibrancy in our Economy Velocity in our Strides

Propelled by a vibrant economy, India is at the forefront of developing nations. At the heart of this growth story is a young middle-class population, with an increasing propensity to consume and invest, fuelling the demand for financial products. In synch with this vibrancy, HDFC Bank has undertaken deliberate strides to service and benefit from a rapidly growing economy.

Our journey traverses multiple paths, exploring every avenue of value creation. Acknowledging the fast paced growth of consumerism in the country, retail banking forms a major thrust area for HDFC Bank. Expanding geography, acquisition of new, high-quality customers and end-to-end customer lifecycle management are the key drivers accelerating our growth.

The economy's retail revolution has also spawned entrepreneurs across the country, leading to fast growing numbers in the capital-hungry Small and Medium Enterprises (SMEs). We have placed a sharp focus on servicing aspiring businessmen by providing them a gamut of funding and non-funding solutions to fuel the growth of their businesses.

The winds of change sweeping across the country have also spurred business development in rural India. Recognising the enormous growth opportunities that the rural market offers, HDFC

Bank is rapidly making its presence felt across the entire supply chain of agricultural and non-agricultural segments. Today, we are pleased to provide a full range of banking services to our customers in some of the remotest recesses of our rural hinterland.

Economic progress should not be reserved for the privileged few, but should also touch lives in every segment of our society. Giving more than 7000 self-help groups access to credit through NGOs and MFIs, our drive for delivering Microfinance is playing a meaningful role in ensuring that even the underprivileged sections of the populace are included in our growth story. Our strong sense of social responsibility has also driven us to undertake significant steps in enhancing our service to society by supporting several projects focused on education, health and rehabilitation.

The fundamental substance of HDFC Bank's business model lies in our capacity to adapt and successfully implement our understanding of the change forces of our economy, into long lasting value for our stakeholders.



Financial Highlights

	1997-1998	1998-1999	1999-2000
Interest Income	240,80	376,08	679,87
Interest Expense	137,55	229,18	374,28
Net Interest Income	103,25	146,90	305,59
Other Income	6,1,05	67,13	119,54
Net Revenues	164,30	214,03	425,13
Operating costs	6,2,71	88,79	171,39
Operating Result	101,59	125,24	253,74
Provisions and Contingencies	7,24	8,39	58,89
Loan Loss Provisions	7,22	7,58	53,60
Amortisation on investments	-	-	-
Others	2	81	5,29
Profit before tax	94,35	116,85	194,85
Provision for taxation	31,20	34,45	74,81
Profit after tax	63,15	82,40	120,04
Funds :			
Deposits	2,191,74	2,915,11	8,427,72
Subordinated debt	100,00	135,00	150,00
Stockholders' Equity	285,13	338,93	751,52
Working Funds	2,829,98	4,349,96	11,731,03
Loans	841,98	1,400,56	3,462,34
Investments	1,121,33	1,903,80	5,748,28
Key Ratios :			
Earnings per share (Rs)	3.16	4.12	5.93
Return on Average Network	23.87%	26.41%	29.00%
Tier 1 Capital Ratio	10.21%	8.34%	9.56%
Total Capital Ratio	13.92%	11.86%	12.19%
Dividend per share (Rs)	1.00	1.30	1.60
Dividend payout ratio	34.84%	34.71%	29.96%
Book value per share as at March 31 (Rs)	14.30	16.90	30.90
Market price per share as at March 31 (Rs)*	70.80	69.15	257.20
Price to Earnings Ratio	22.42	16.78	43.37

Rs. 10 Lac = Rs. 1 Million

Rs. 1 Crore = Rs. 10 Million

**Proposed

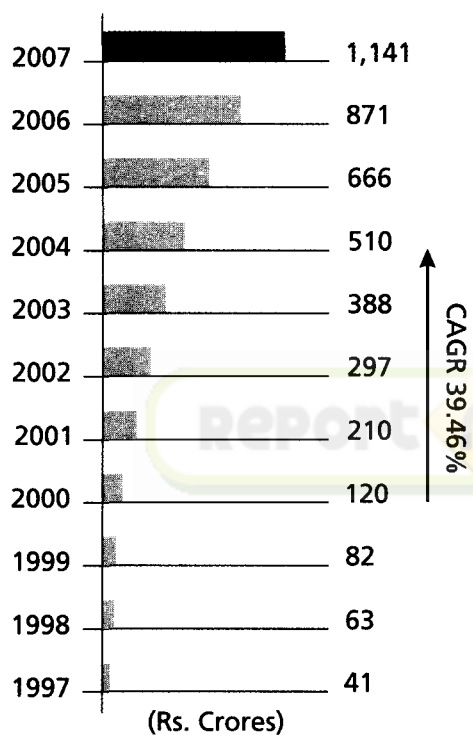
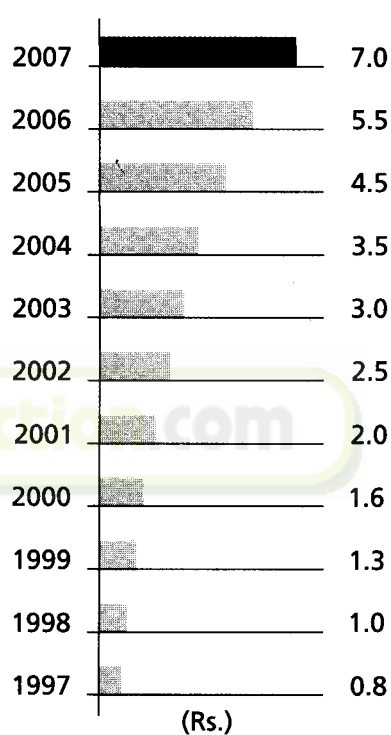
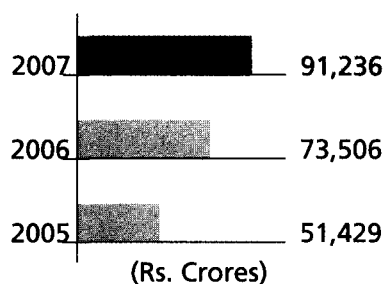
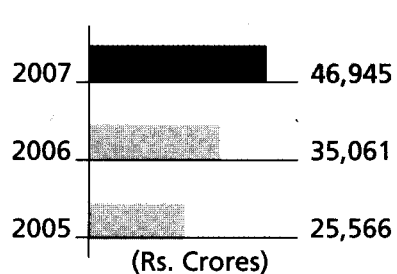
*Source : NSE

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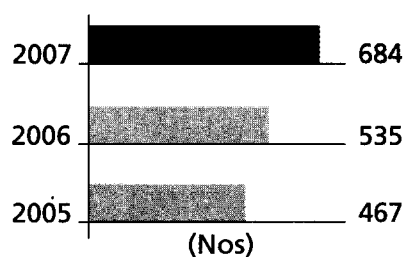
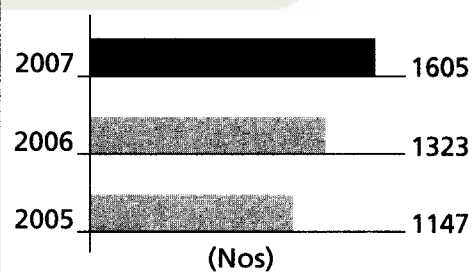
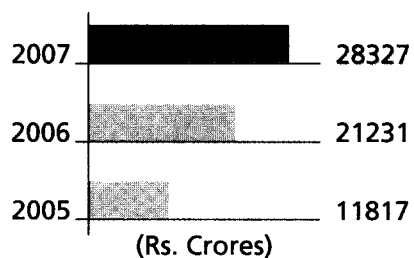
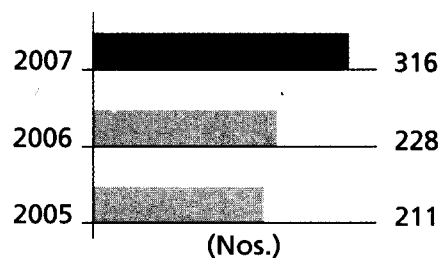
(Rs. lacs)

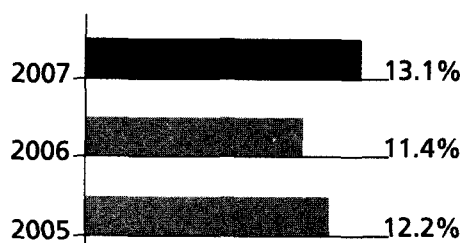
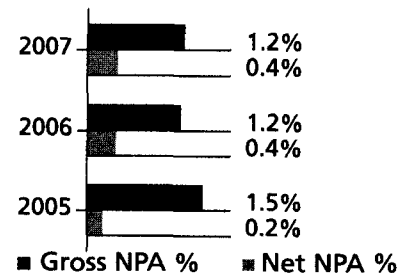
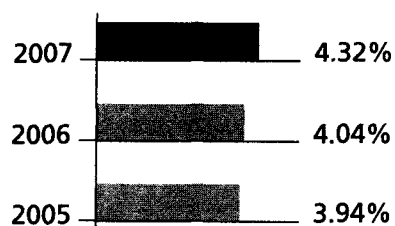
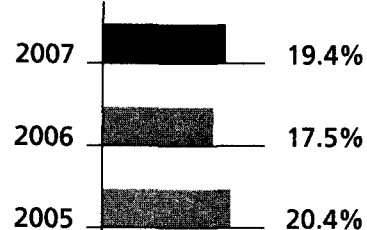
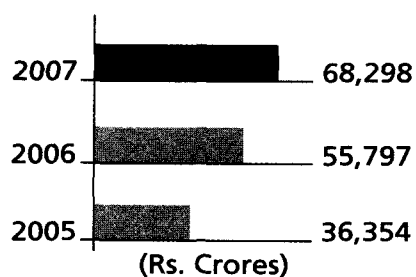
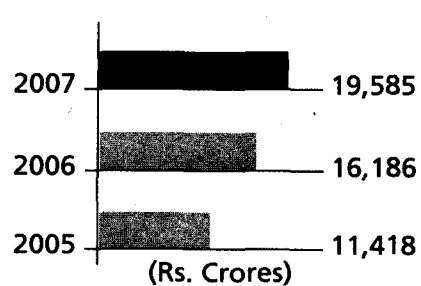
	2000-2001	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007
	1,259,46	1,702,99	2,013,61	2,548,93	3,093,49	4,475,34	6,889,02
	753,75	1,073,74	1,191,96	1,211,05	1,315,56	1,929,50	3,179,45
	505,71	629,25	821,65	1,337,88	1,777,93	2,545,84	3,709,57
	176,57	335,90	465,55	480,03	651,34	1,123,98	1,516,23
	682,28	965,15	1,287,20	1,817,91	2,429,27	3,669,82	5,225,80
	309,59	417,95	577,05	810,00	1,085,40	1,691,09	2,420,80
	372,69	547,20	710,15	1,007,91	1,343,87	1,978,73	2,805,00
	57,63	121,82	139,30	288,95	364,93	725,22	1,166,25
	52,96	85,77	88,39	178,28	176,22	479,76	861,01
	4,42	21,81	50,44	93,22	188,06	245,16	241,09
	25	14,24	47	17,45	65	30	64,15
	315,06	425,38	570,85	718,96	978,94	1,253,51	1,638,75
	104,94	128,34	183,25	209,46	313,38	382,73	497,30
	210,12	297,04	387,60	509,50	665,56	870,78	1,141,45
	11,658,11	17,653,81	22,376,07	30,408,86	36,354,25	55,796,82	68,297,94
	200,00	200,00	200,00	600,00	500,00	1,702,00	3,282,60
	913,09	1,942,28	2,244,83	2,691,88	4,519,85	5,299,53	6,433,15
	15,617,33	23,787,38	30,424,08	42,306,99	51,429,00	73,506,39	91,235,61
	4,636,66	6,813,72	11,754,86	17,744,51	25,566,30	35,061,26	46,944,78
	7,145,14	12,004,02	13,388,08	19,256,79	19,349,81	28,393,96	30,564,80
	8.64	11.01	13.75	17.95	22.92	27.92	36.29
	24.53%	18.30%	18.10%	20.14%	20.44%	17.47%	19.40%
	8.69%	10.81%	9.49%	8.03%	9.60%	8.55%	8.58%
	11.09%	13.93%	11.12%	11.66%	12.16%	11.41%	13.08%
	2.00	2.50	3.00	3.50	4.50	5.50	7.00**
	25.55%	23.68%	24.72%	22.15%	24.00%	22.55%	22.92%
	37.50	69.00	79.60	94.52	145.86	169.24	201.42
	228.35	236.60	234.55	378.75	573.64	774.25	954.15
	26.43	21.50	17.06	21.10	25.03	27.74	26.29

PROFIT AFTER TAX**DIVIDEND PER SHARE****BALANCE SHEET SIZE****ADVANCES**

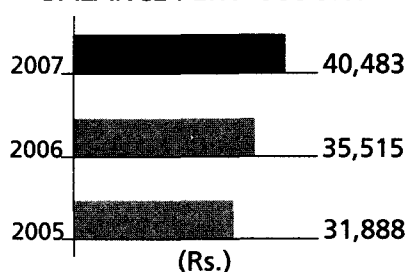
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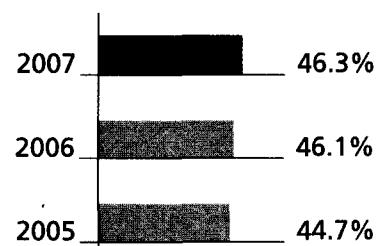
EARNING PER SHARE**BRANCHES****ATMS****RETAIL ASSETS****CITIES**

CAPITAL ADEQUACY (%)**NPA % TO CUSTOMER ASSETS****NET INTEREST MARGIN****RETURN ON CAPITAL****DEPOSITS****SAVINGS DEPOSITS**

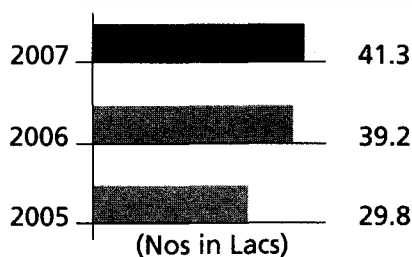
AVERAGE SAVINGS BALANCE PER ACCOUNT



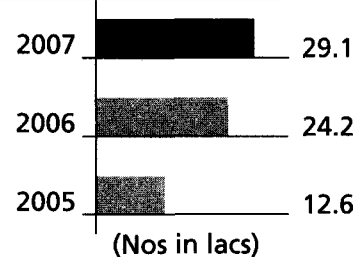
COST TO REVENUE



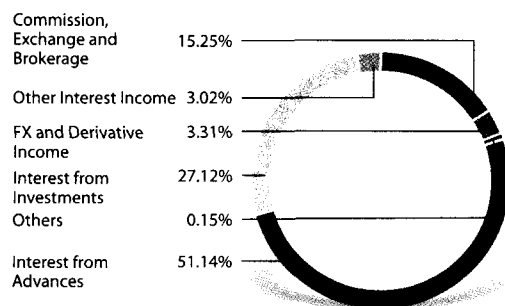
DEBIT CARDS



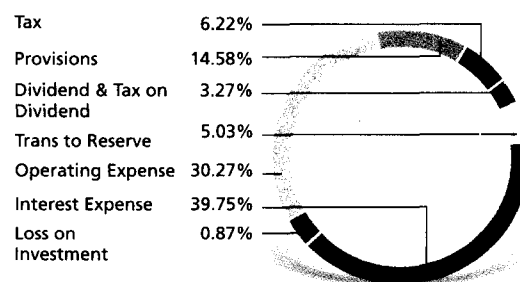
CREDIT CARDS



RUPEE EARNED



RUPEE SPENT



Board of Directors

Mr. Jagdish Capoor, *Chairman*
Mr. Aditya Puri, *Managing Director*
Mr. Keki Mistry
Mr. Vineet Jain
Mrs. Renu Karnad
Mr. Arvind Pande
Mr. Ashim Samanta
Mr. C. M. Vasudev
(Appointed as Additional Director w.e.f. 17.10.2006)
Mr. Gautam Divan
(Appointed as Additional Director w.e.f. 17.10.2006)
Mr. Bobby Parikh
(Resigned w.e.f. 17.10.2006)
Dr. Venkat Rao Gadwal
(Relinquished Office w.e.f. 14.3.2007)
Dr. Pandit Palande
(Appointed as Additional Director w.e.f. 24.04.2007)

**Executive Vice President
(Legal) & Company Secretary**

Mr. Sanjay Dongre

Auditors

M/s. Haribhakti & Co.,
Chartered Accountants

Registered Office

HDFC Bank House,
Senapati Bapat Marg,
Lower Parel,
Mumbai 400 013.

Tel: 5652 1000

Fax: 2496 0737

Website : www.hdfcbank.com

Senior Management Team

Mr. A Parthasarthy
 Mr. A. Rajan
 Mr. Abhay Aima
 Mr. Bharat Shah
 Mr. C. N. Ram
 Mr. G. Subramanian
 Mr. Harish Engineer
 Mr. Kaizad Bharucha
 Mrs. Mandeep Maitra
 Mr. Paresh Sukthankar
 Mr. Pralay Mondal
 Mr. Sudhir M. Joshi
 Mr. Vinod G. Yennemadi

Registrars & Transfer Agents

Datamatics Financial Services Ltd

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Part B Crosslane, MIDC, Marol,
Andheri (East),
Mumbai 400093

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