

# Q1FY26 Earnings Presentation

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July 19, 2025

# Key performance metrics for Q1 FY26

- Deposits; average YoY ↑ ₹ 3.74 tn (16.4%) ; EOP YoY ↑ ₹ 3.85 tn (16.2%)
  - ✓ Average deposits QoQ ↑ ₹ 1.30 tn (5.1%) ; EOP QoQ ↑ ₹ 0.49 tn (1.8%)
  - ✓ Average CASA QoQ ↑ ₹ 0.32 tn (3.8%) ; EOP QoQ ↓ ₹ 0.08 tn (0.8%)
  - ✓ Average time deposits QoQ ↑ ₹ 0.98 tn (5.8%) ; EOP QoQ ↑ ₹ 0.57 tn (3.2%)
- AUM; average YoY ↑ ₹ 2.10 tn (8.3%) ; EOP YoY ↑ ₹ 2.07 tn (8.0%)
  - ✓ Average AUM; QoQ ↑ ₹ 0.47 tn (1.7%) ; EOP QoQ ↑ ₹ 0.09 tn (0.3%)
- Gross Advances; EOP YoY ↑ ₹ 1.66 tn (6.7%) ; EOP QoQ ↑ ₹ 0.10 tn (0.4%)
- Asset quality continues to remain stable; GNPA ratio at 1.40%; ex-agri at 1.14%
- PAT for the quarter ₹ 182 bn; RoA of 1.93%; RoE of 14.7%; Standalone EPS ₹ 23.7 for the quarter

# Key financial parameters for Q1 FY26



Average deposits at ₹ 26,576 bn,  
↑16.4% YoY ; ↑5.1% QoQ



Average advances under  
management at ₹ 27,423 bn,  
↑8.3% YoY ; ↑1.7% QoQ



Net interest margin (NIM) of 3.35%



Core cost-to-income ratio of 39.6%<sup>\*</sup>

Profit after tax of ₹ 182 bn, EPS  
for the quarter ₹ 23.7



Gross NPA at 1.40%, ex-agri  
1.14%



Return on assets of 1.9%



Capital adequacy ratio at 19.9%  
of which CET1 at 17.4%



# Income statement

P&L (₹ bn)	Q1 FY25	Q4 FY25	Q1 FY26	QoQ	YoY
Net interest income	298.4	320.7	314.4	(2.0%)	5.4%
Non-interest income	106.7	120.3	217.3	80.6%	103.7%
<b>Net revenue</b>	<b>405.1</b>	<b>441.0</b>	<b>531.7</b>	<b>20.6%</b>	<b>31.2%</b>
Operating expenses	166.2	175.6	174.3	(0.7%)	4.9%
Provisions	26.0	31.9	144.4	352.7%	455.0%
<b>Profit before tax</b>	<b>212.9</b>	<b>233.5</b>	<b>212.9</b>	<b>(8.8%)</b>	<b>0.0%</b>
<b>Profit after tax</b>	<b>161.7</b>	<b>176.2</b>	<b>181.6</b>	<b>3.1%</b>	<b>12.2%</b>

# Certain transaction gains & provisions – Q1 FY26

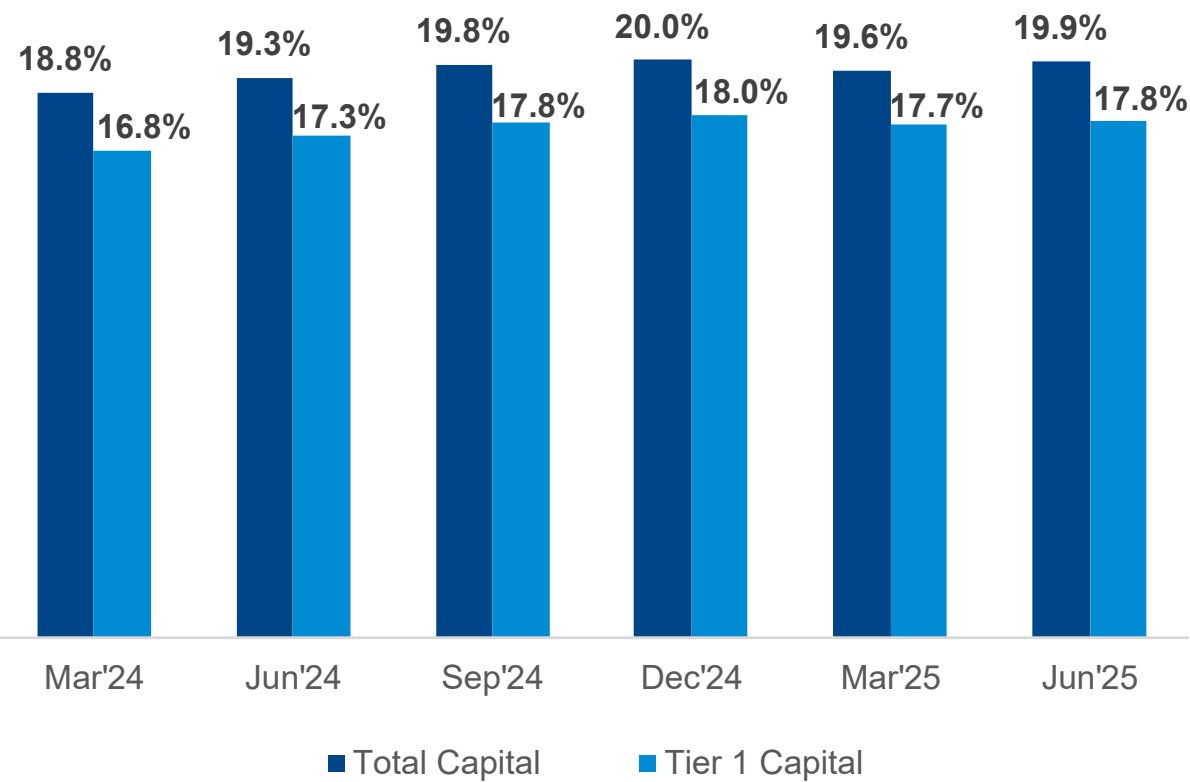
Reported PAT (₹ in bn)		182
Description of items (₹ in bn)	Pre-Tax	Post-Tax
Transaction gains (HDBFS partial divestment)	91	78
Floating provisions	(90)	(68)
Contingent provisions	(17)	(13)
Tax credit		11
<b>Total PAT impact</b>		<b>8</b>
Adjusted for above items		
CTI		39.6%
ROA		1.85%
ROE		14.1%
EPS for the quarter (₹)		22.7

# Abridged balance sheet

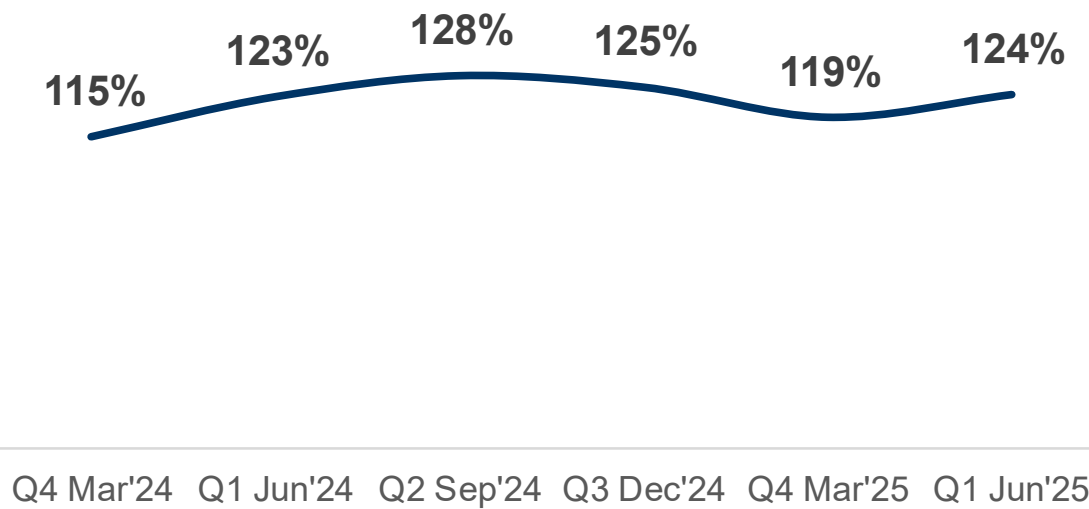
Balance sheet (₹ bn)	Jun'24	Mar'25	Jun'25	QoQ	YoY
Net Advances	24,635	26,196	26,284	88	1,649
Investments	7,088	8,364	8,967	603	1,879
<i>Government and debt securities</i>	6,882	8,160	8,765	605	1,883
<i>Equity and other securities</i>	206	204	202	(2)	(4)
Cash & equivalent	1,818	2,396	2,026	(370)	208
Fixed and other assets	2,130	2,146	2,264	118	134
<b>Total assets</b>	<b>35,671</b>	<b>39,102</b>	<b>39,541</b>	<b>439</b>	<b>3,870</b>
Deposits	23,791	27,147	27,641	494	3,850
Borrowings	5,993	5,479	5,101	(378)	(892)
Equity & reserves	4,587	5,015	5,226	211	639
Other liabilities	1,300	1,461	1,573	112	273
<b>Total liabilities &amp; equity</b>	<b>35,671</b>	<b>39,102</b>	<b>39,541</b>	<b>439</b>	<b>3,870</b>

# Capital and liquidity metrics

Capital adequacy

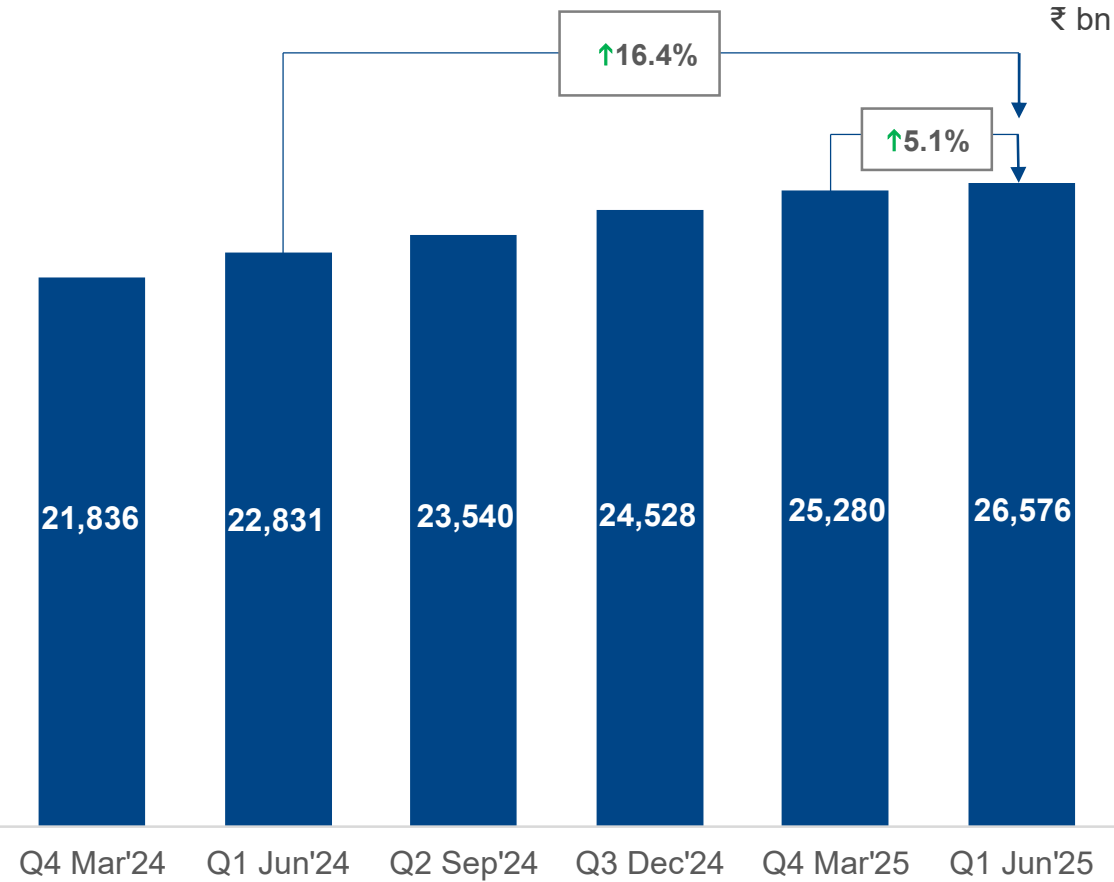


Liquidity coverage ratio

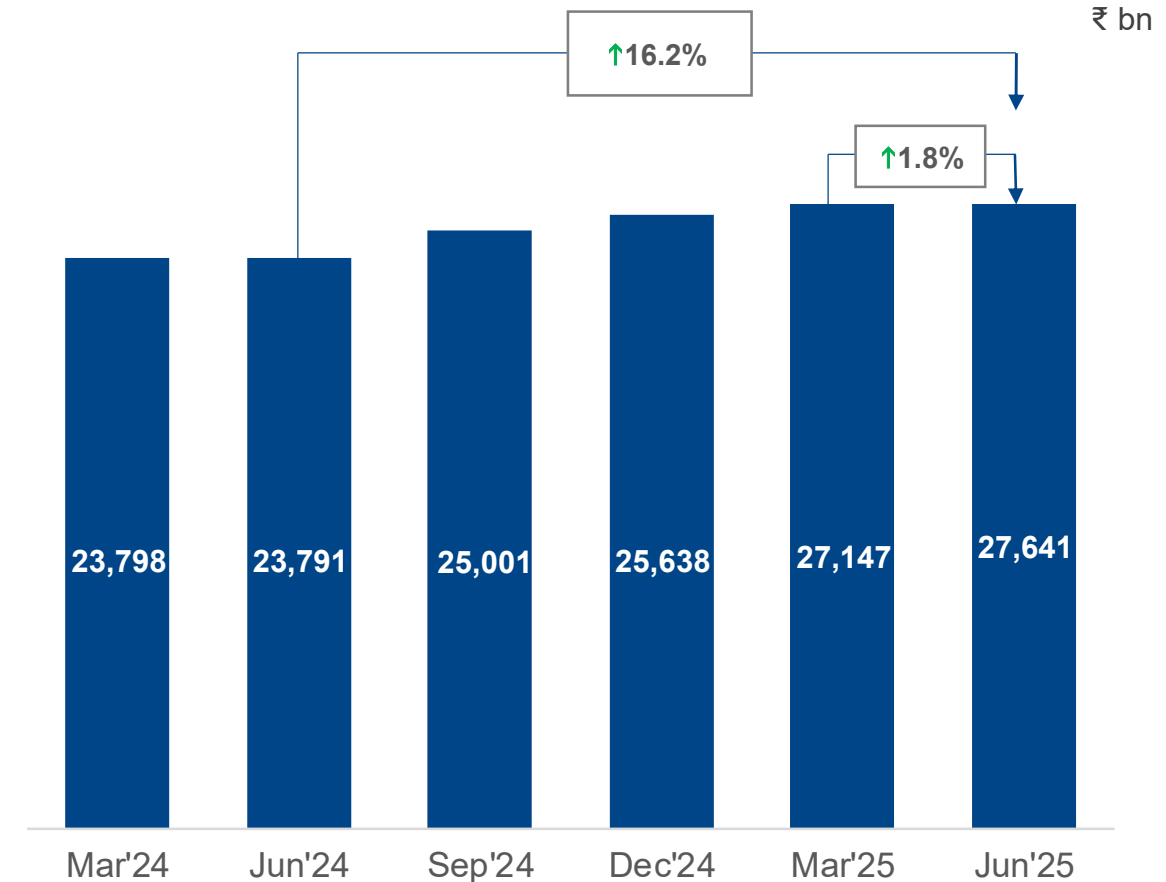


# Growth in deposits

**Average Deposits**

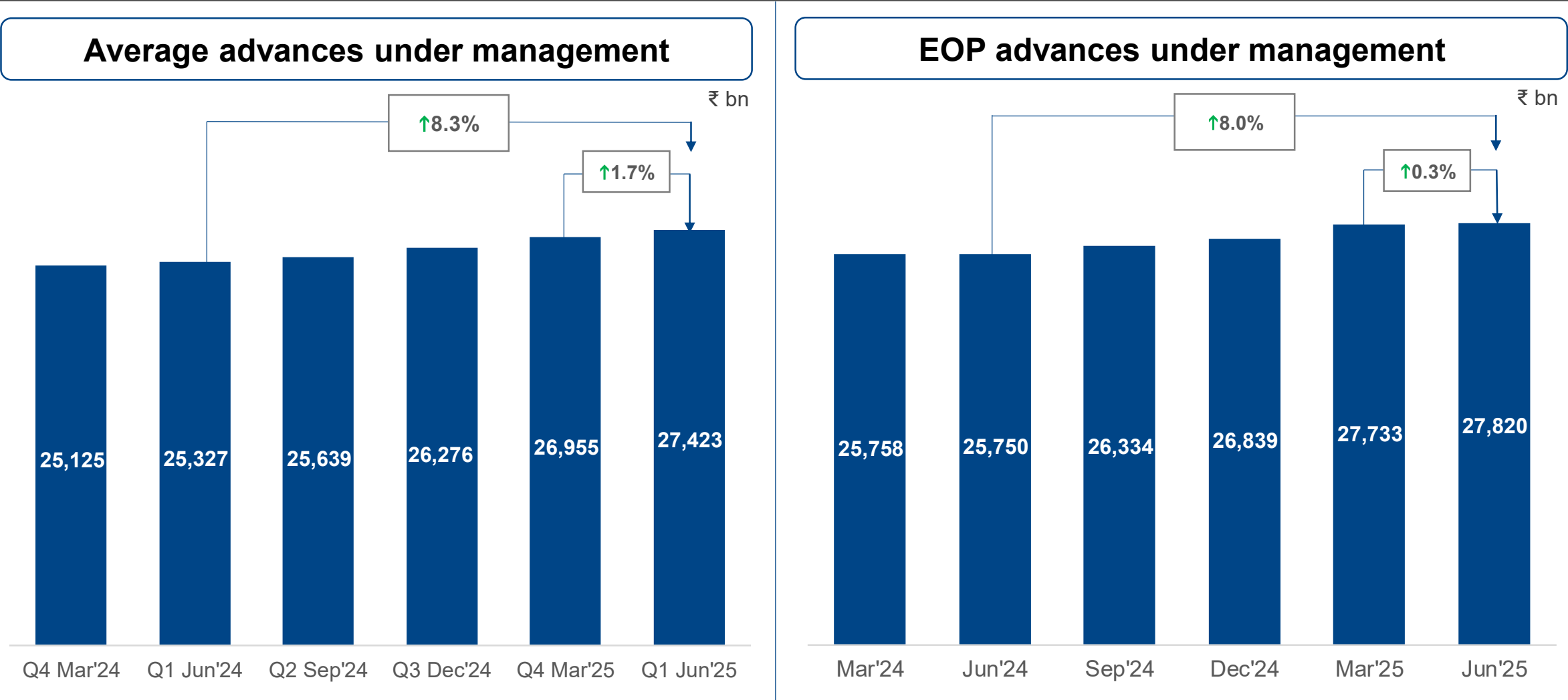


**EOP Deposits**



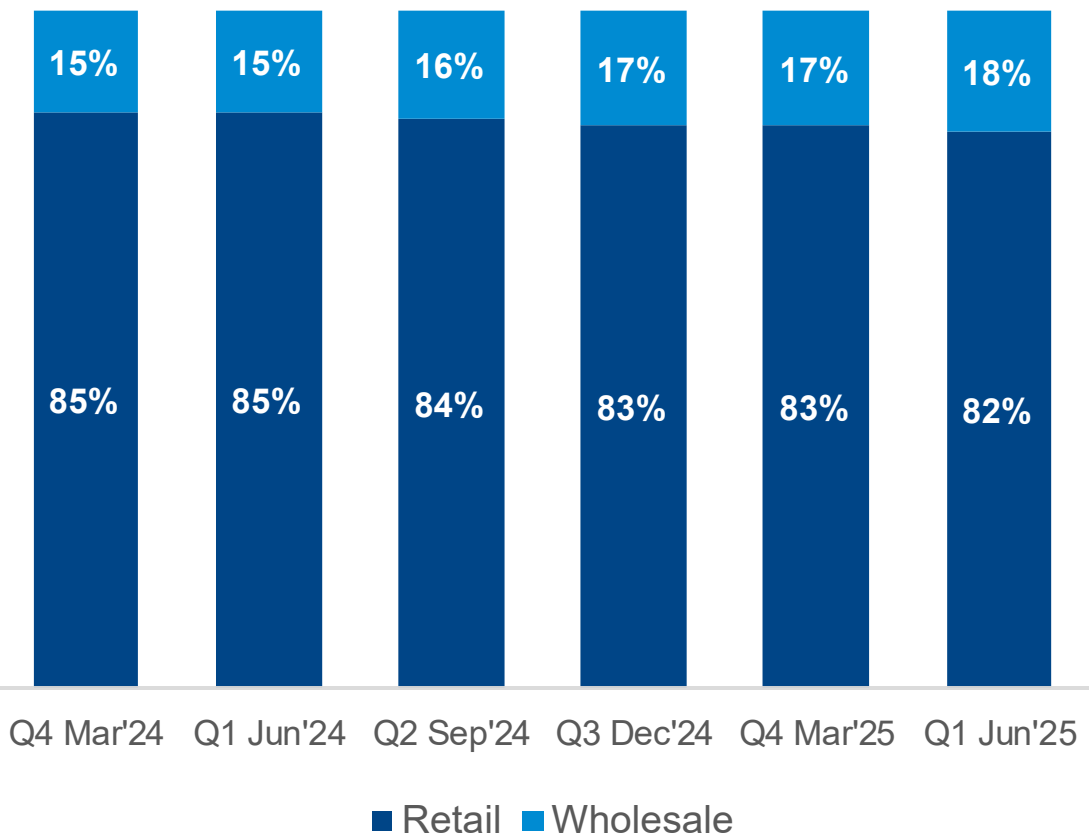


# Growth in advances

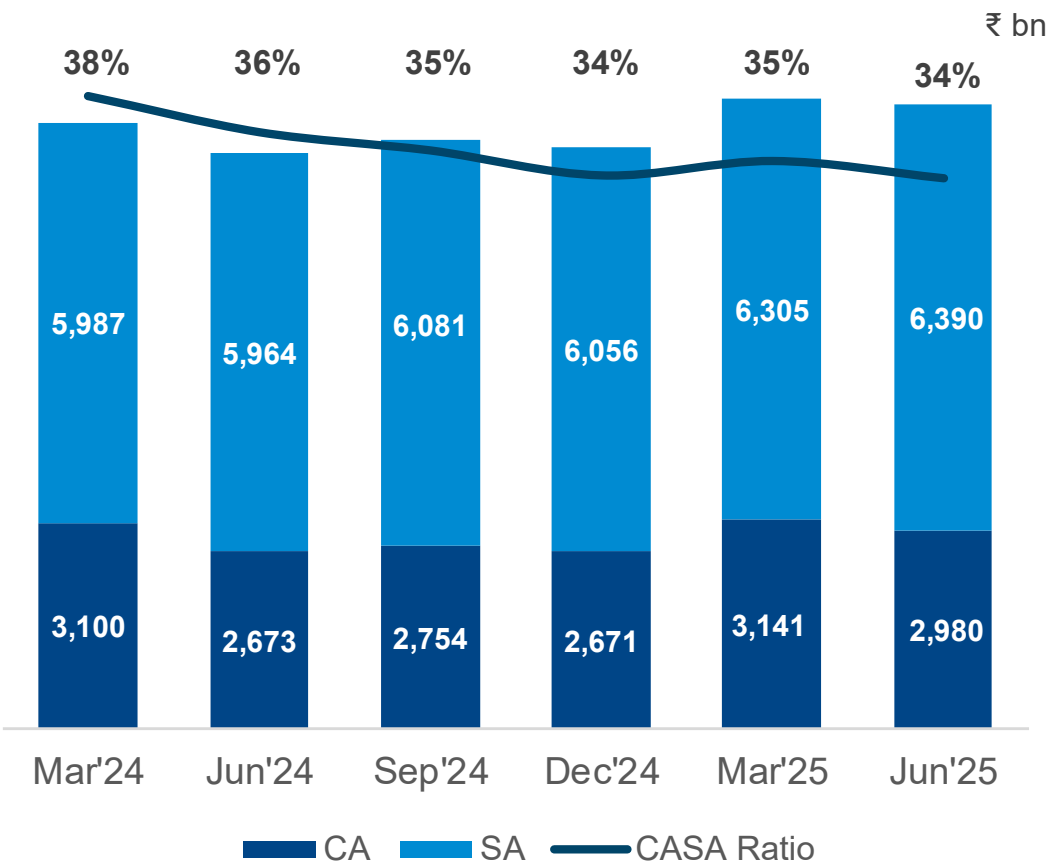


# Retail branch driving deposits

Average Retail / Wholesale



Proportion of CASA deposits



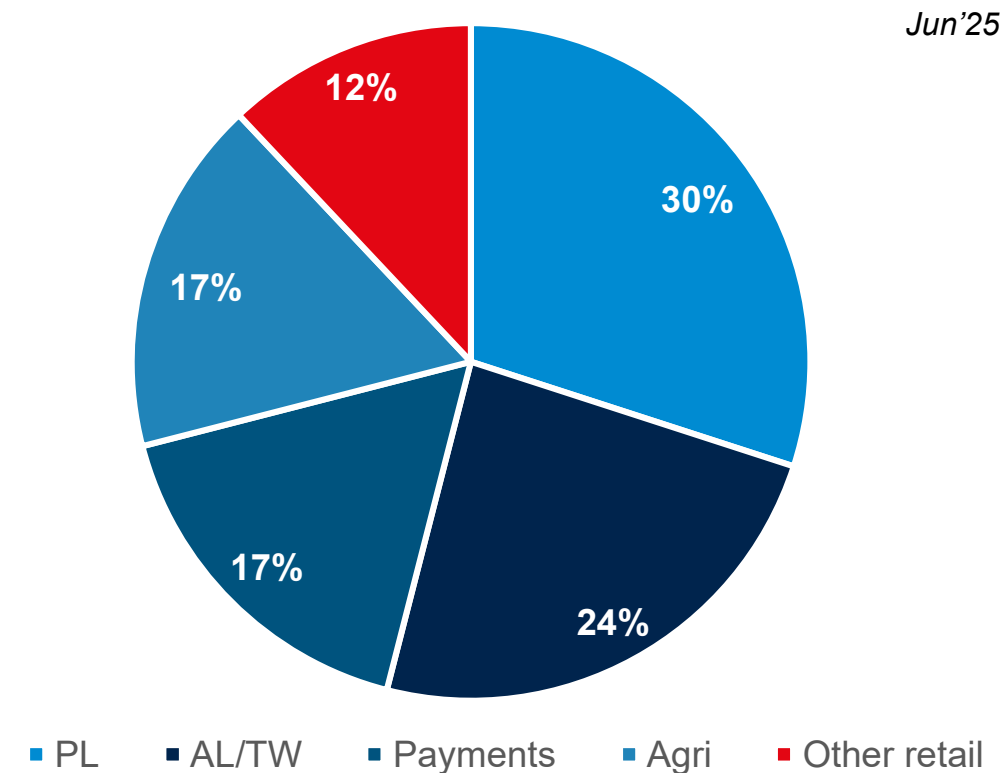
# Mix across segments

## Balancing growth

Loans (₹ bn)	Jun'24	Mar'25	Jun'25	QoQ	YoY
Retail	14,072	15,164	15,215	0.3%	8.1%
<i>Mortgage</i>	7,880	8,357	8,428	0.9%	7.0%
<i>Retail Assets</i>	6,192	6,808	6,787	(0.3%)	9.6%
Small and mid-market	4,715	5,391	5,523	2.4%	17.1%
<i>Business Banking</i>	3,299	3,827	3,944	3.1%	19.6%
<i>Commercial Transportation</i>	1,416	1,564	1,578	0.9%	11.5%
Corporate & other wholesale	6,963	7,177	7,082	(1.3%)	1.7%
<b>Advances under management</b>	<b>25,750</b>	<b>27,733</b>	<b>27,820</b>	<b>0.3%</b>	<b>8.0%</b>
IBPC/BRDS/Securitisation	(881)	(1,298)	(1,288)	(0.8%)	46.3%
<b>Gross Advances</b>	<b>24,869</b>	<b>26,435</b>	<b>26,532</b>	<b>0.4%</b>	<b>6.7%</b>
<i>Retail : Wholesale mix*</i>	56% : 44%	57% : 43%	57% : 43%		

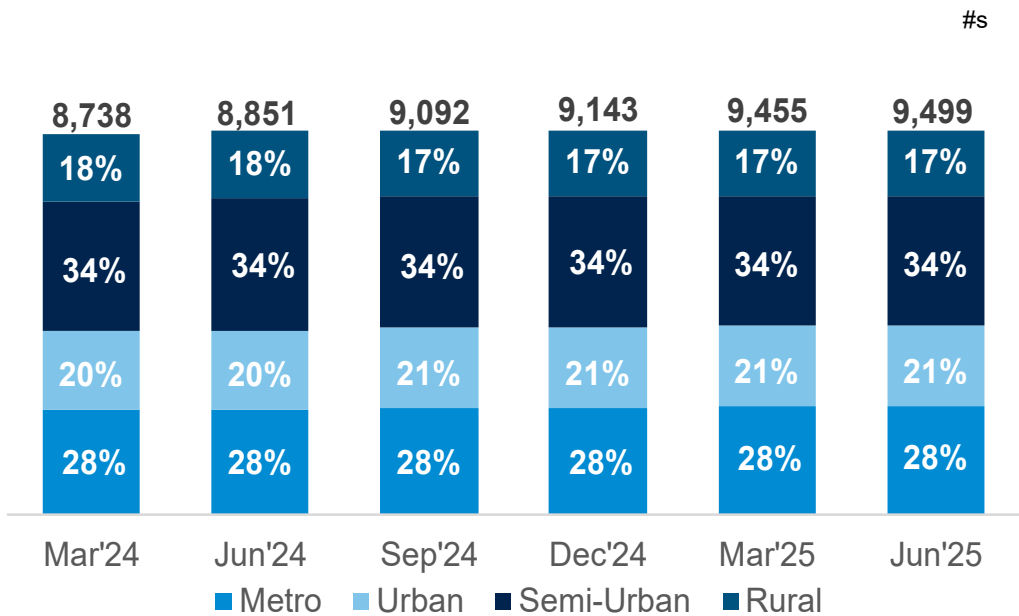
\*As per Basel classification

## Composition of retail assets



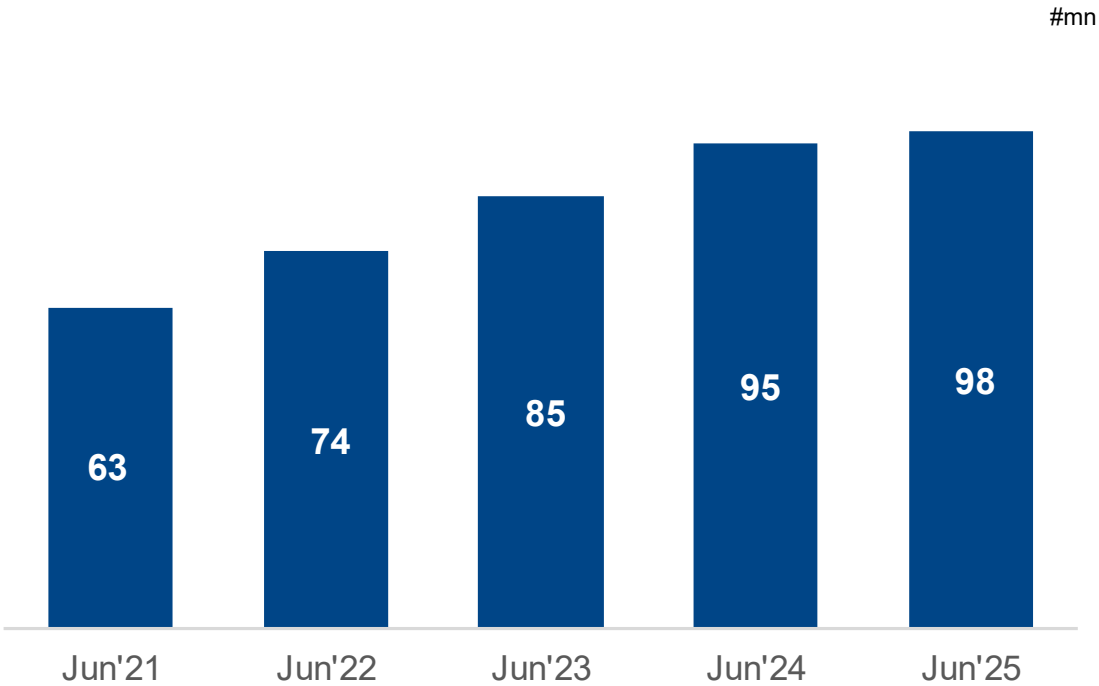
# Branch expansion and customer relationships

Branch network



YoY	917	991	1,147	1,052	717	648
QoQ	647	113	241	51	312	44

Customer base

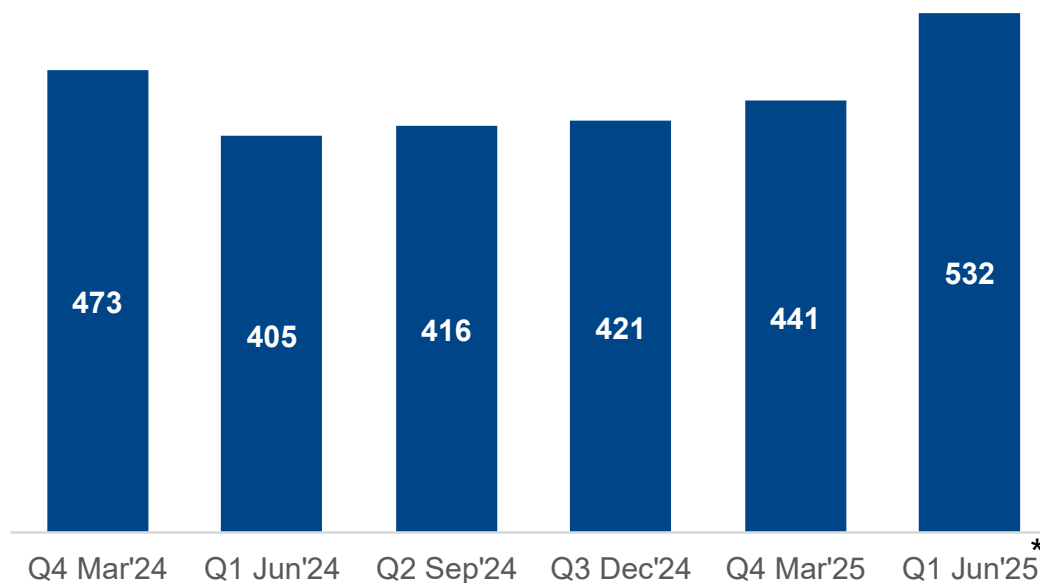


Distribution strength enables reach for customer engagement

# Net revenues

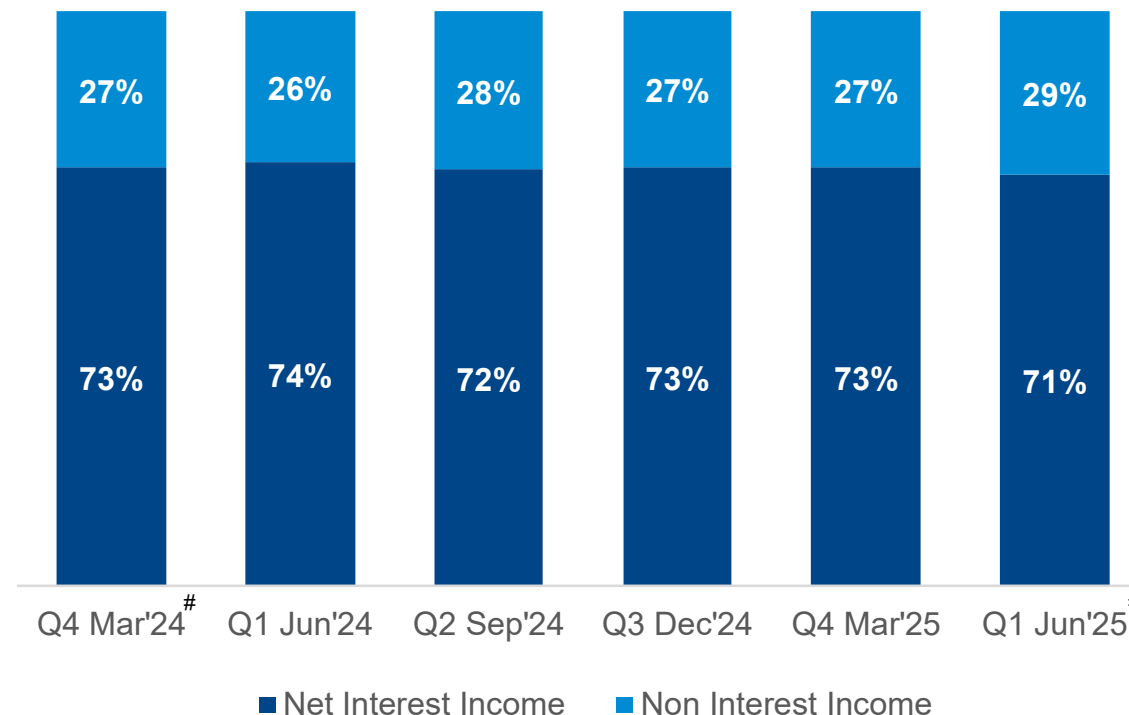
## Net revenue

₹ bn

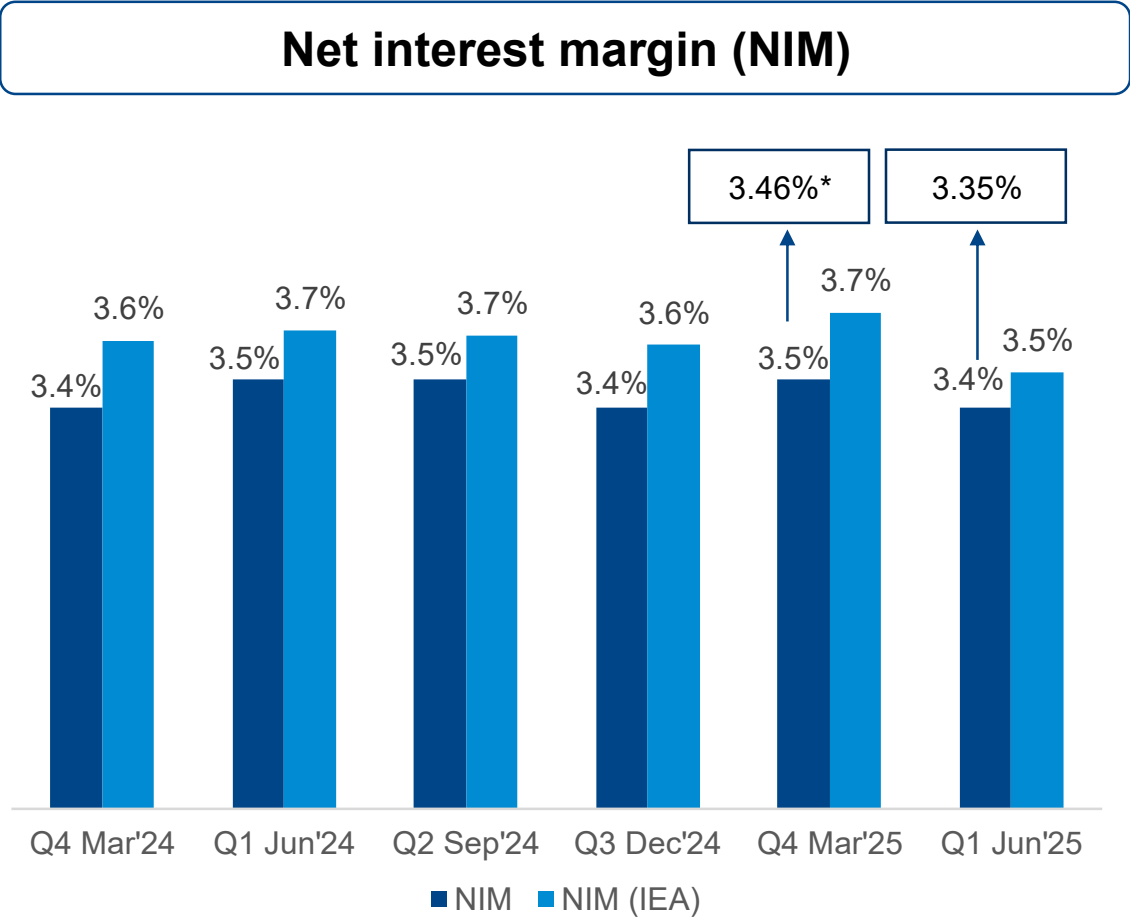
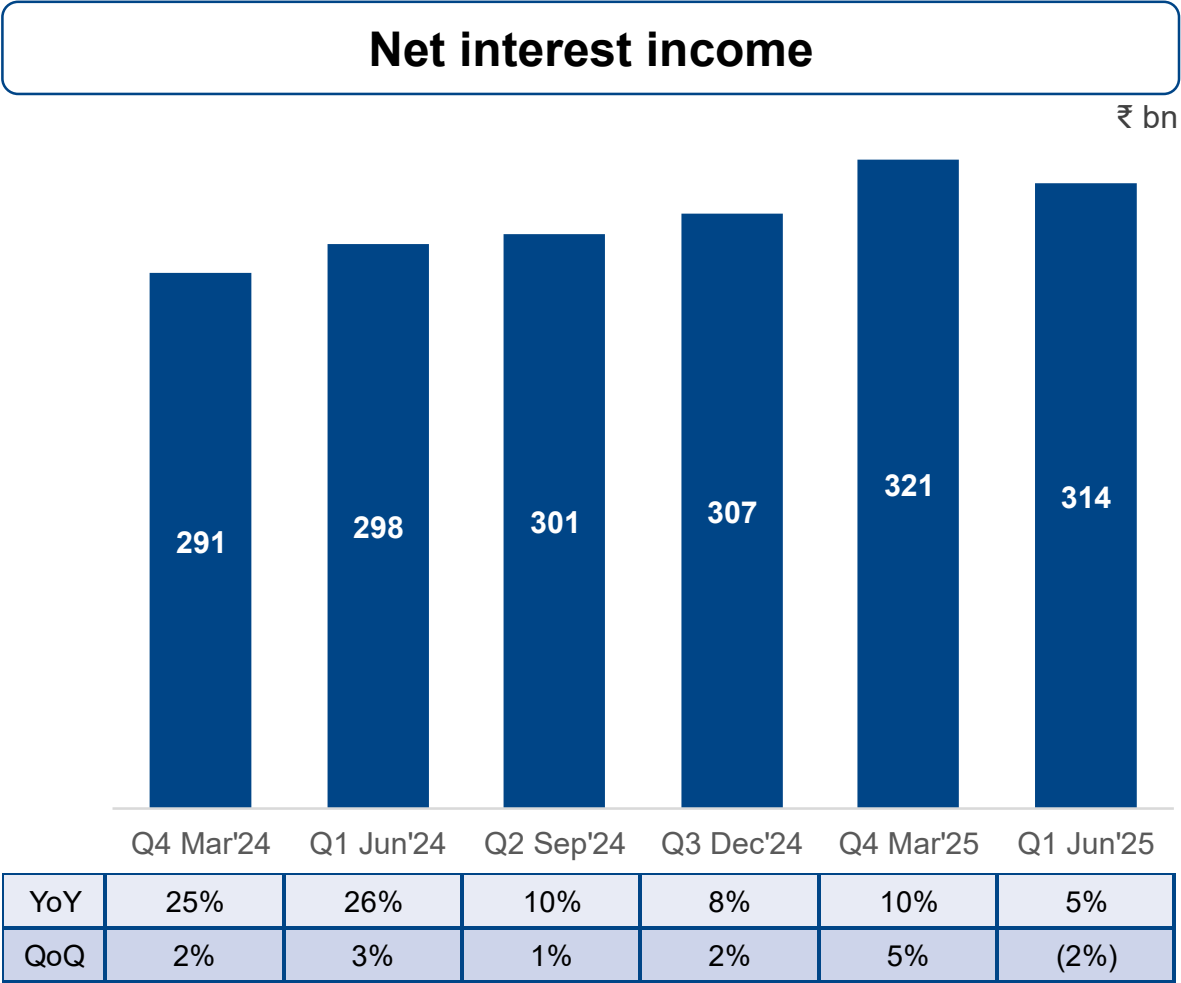


YoY	48%	23%	9%	6%	(7%)	31%
QoQ	20%	(14%)	3%	1%	5%	21%

## Net revenue mix



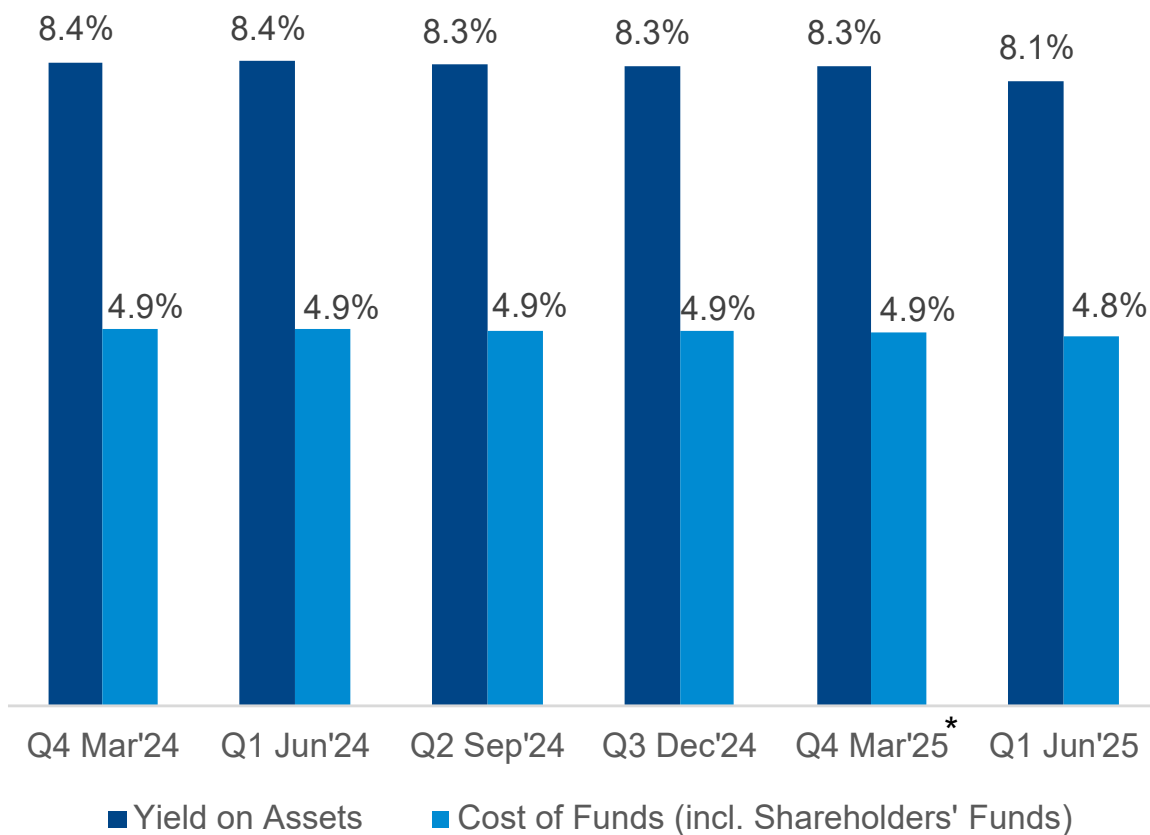
# Net interest income



IEA: Interest Earning Assets

# Yield on assets and cost of funds

## Yield on assets and cost of funds



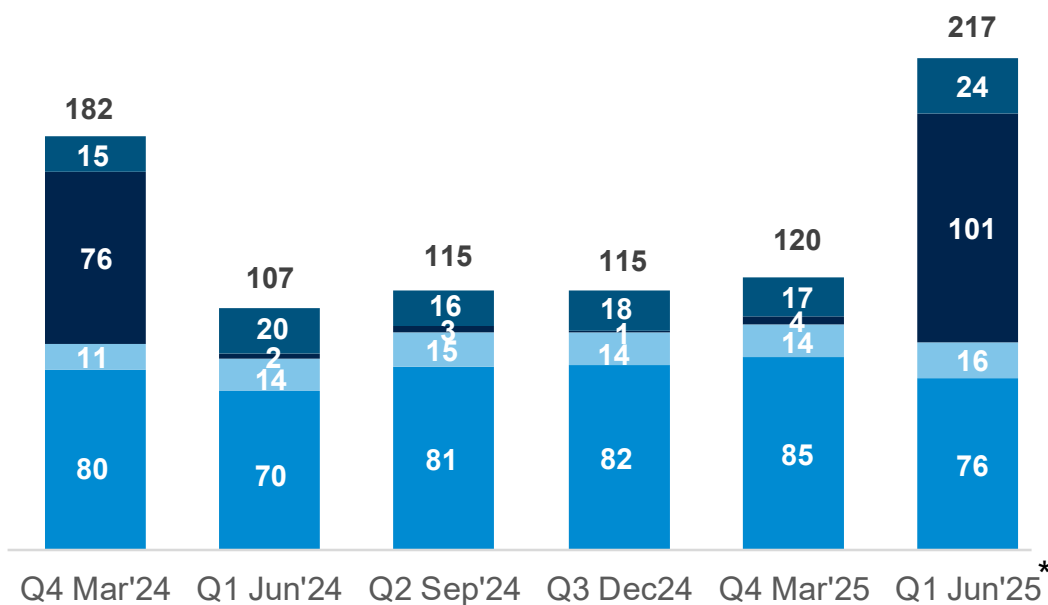
## Key Balance Sheet Mix

Particulars	Sep'23	Jun'24	Sep'24	Dec'24	Mar'25	Jun'25
<b>AUM Mix</b>						
Retail	53%	55%	55%	55%	55%	55%
Mortgage	29%	31%	30%	30%	30%	30%
Retail Assets	24%	24%	25%	25%	25%	25%
Small and mid-market	17%	18%	19%	19%	19%	20%
Business Banking	12%	13%	13%	13%	13%	14%
Commercial Transportation	5%	5%	6%	6%	6%	6%
Corporate & other wholesale	30%	27%	26%	26%	26%	25%
<b>CASA ratio</b>	38%	36%	35%	34%	35%	34%
<b>Borrowings as a % of Total Liabilities</b>	21%	17%	16%	15%	14%	13%

# Other income

## Other income

₹ bn



■ Fees &amp; Commissions

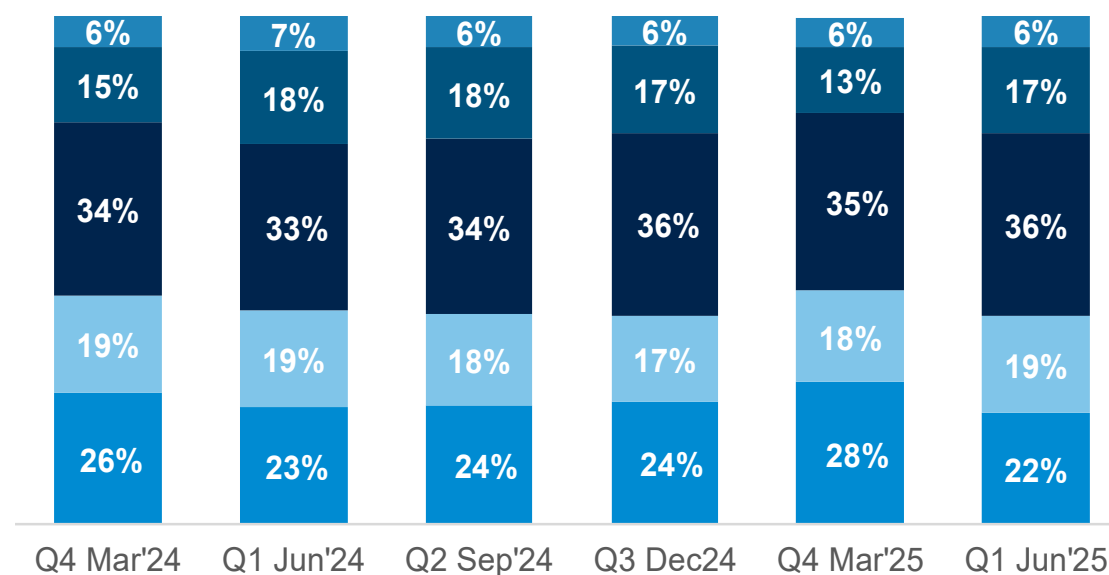
■ FX &amp; Derivative income

■ Net trading &amp; MTM income

■ Other Miscellaneous Income

YoY	108%	16%	7%	3%	(34%)	104%
QoQ	63%	(41%)	8%	(0%)	5%	81%

## Fee income mix



■ Third Party Products

■ Retail assets

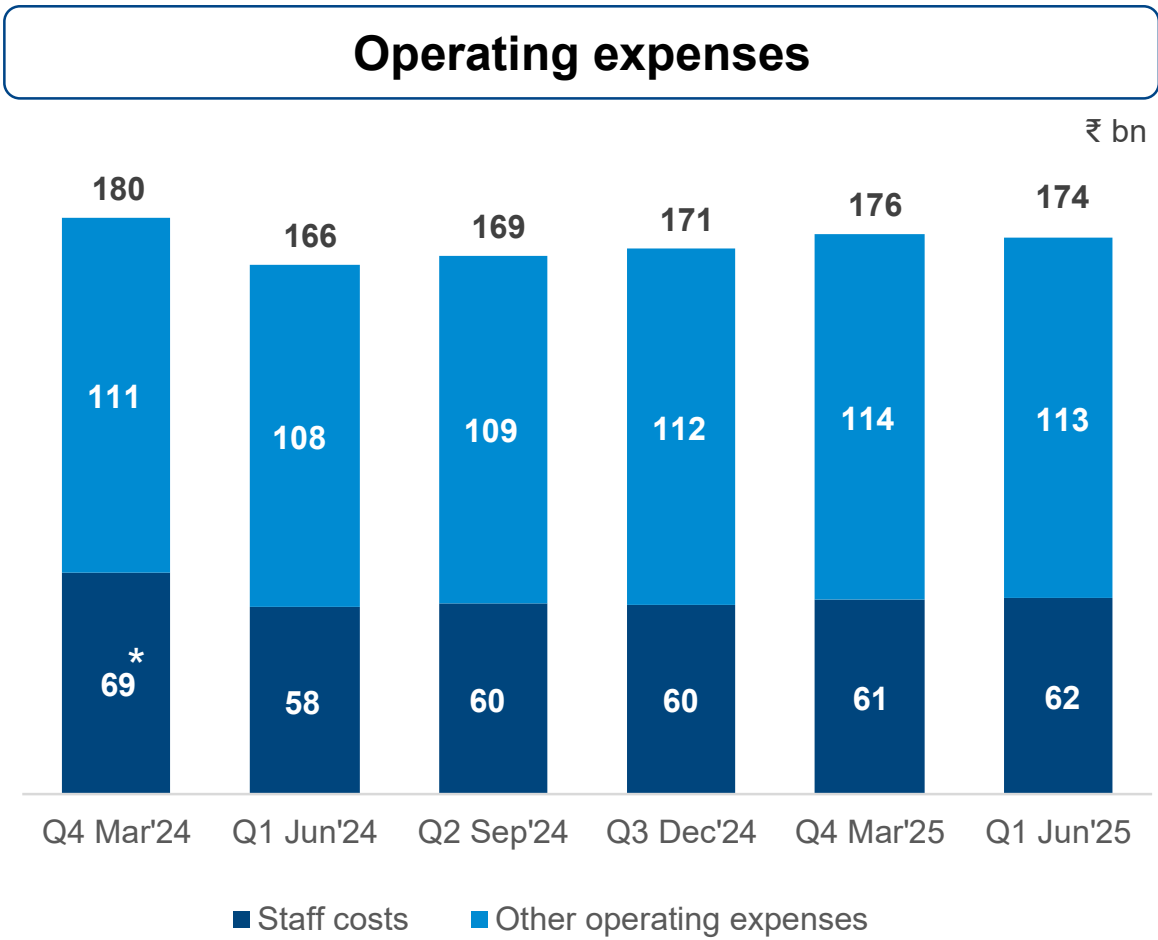
■ Payments

■ Retail liabilities

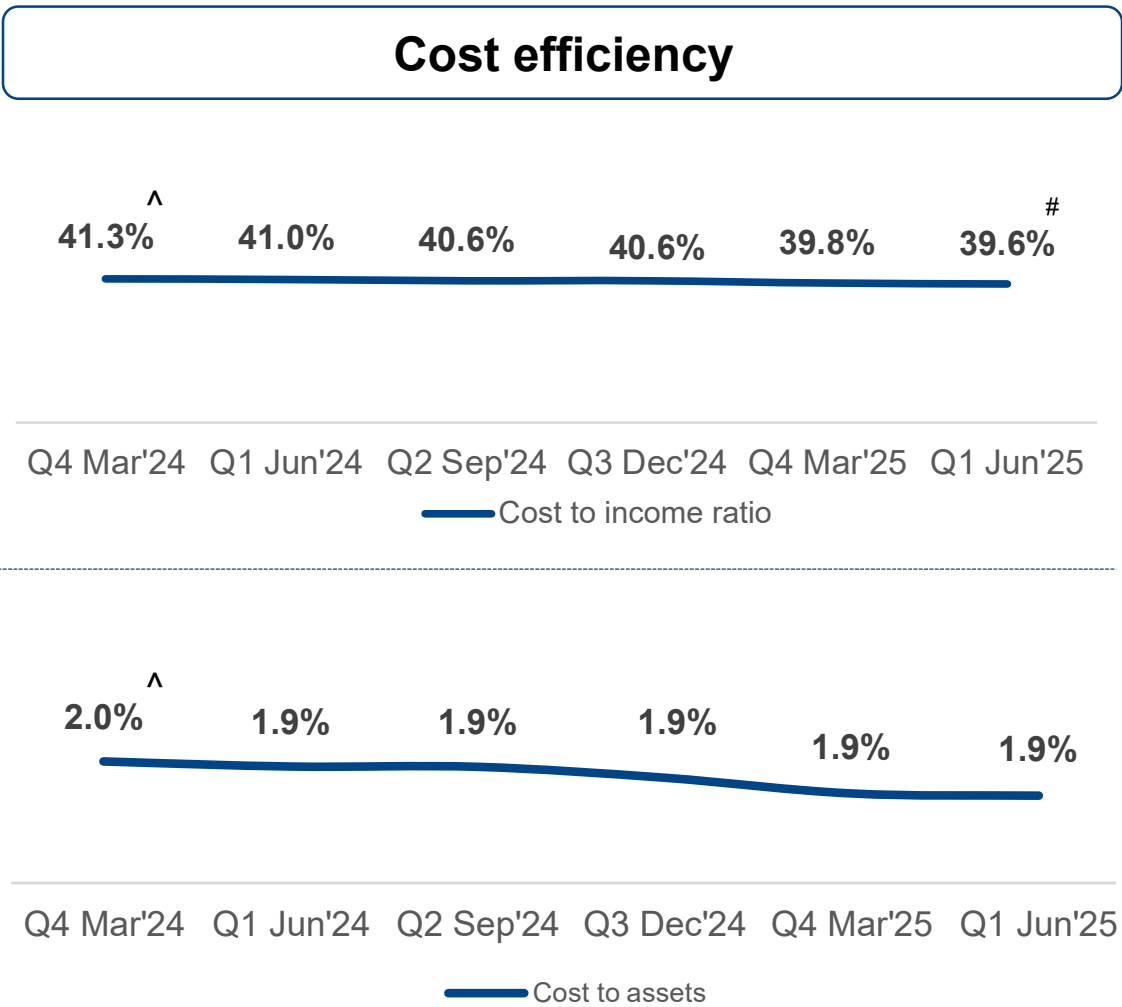
■ Wholesale



# Operating expenses



\*includes staff ex-gratia provision of ₹ 15 billion



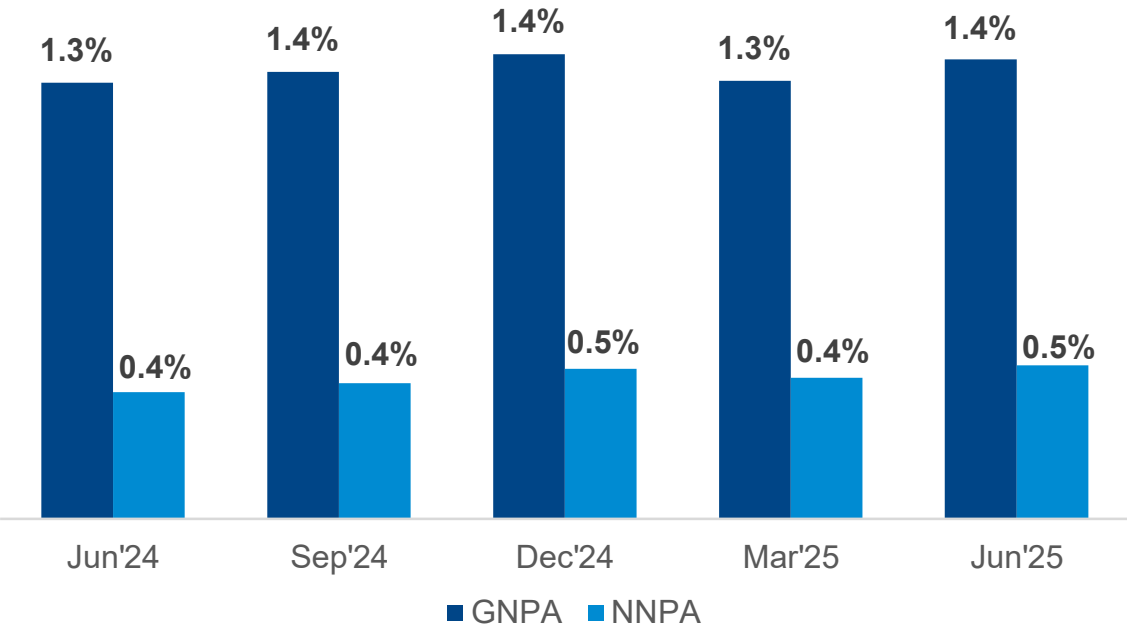
# including transaction gains cost to income would be 32.8%

<sup>^</sup> excludes transaction gains and staff ex-gratia provision

Certain figures reported above will not add-up due to rounding

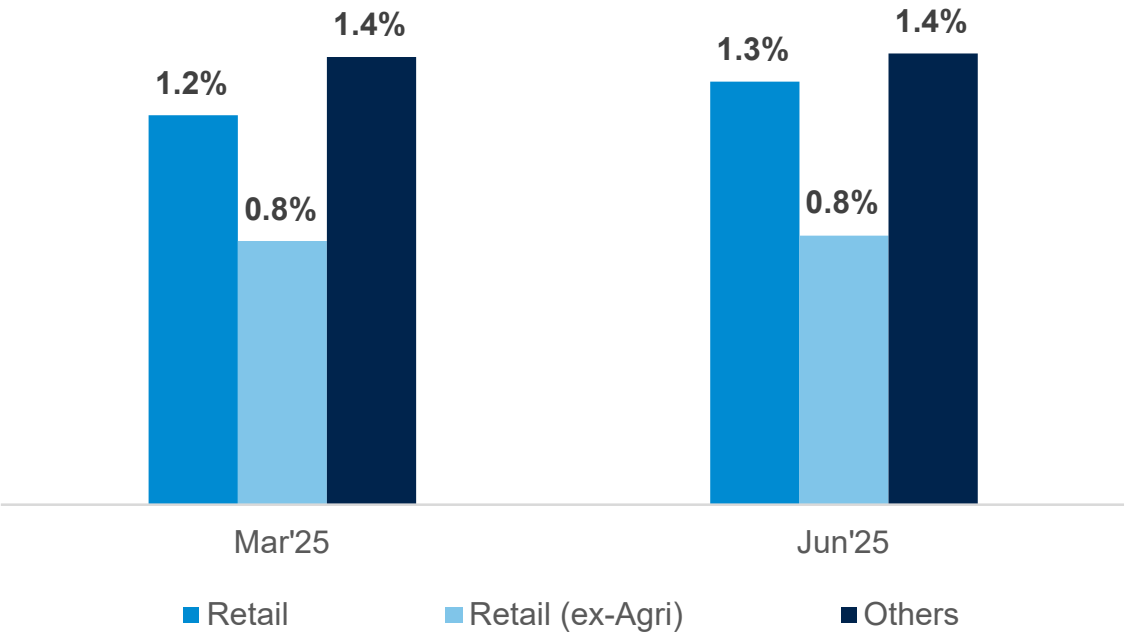
# Resilient asset quality

Gross NPA and Net NPA



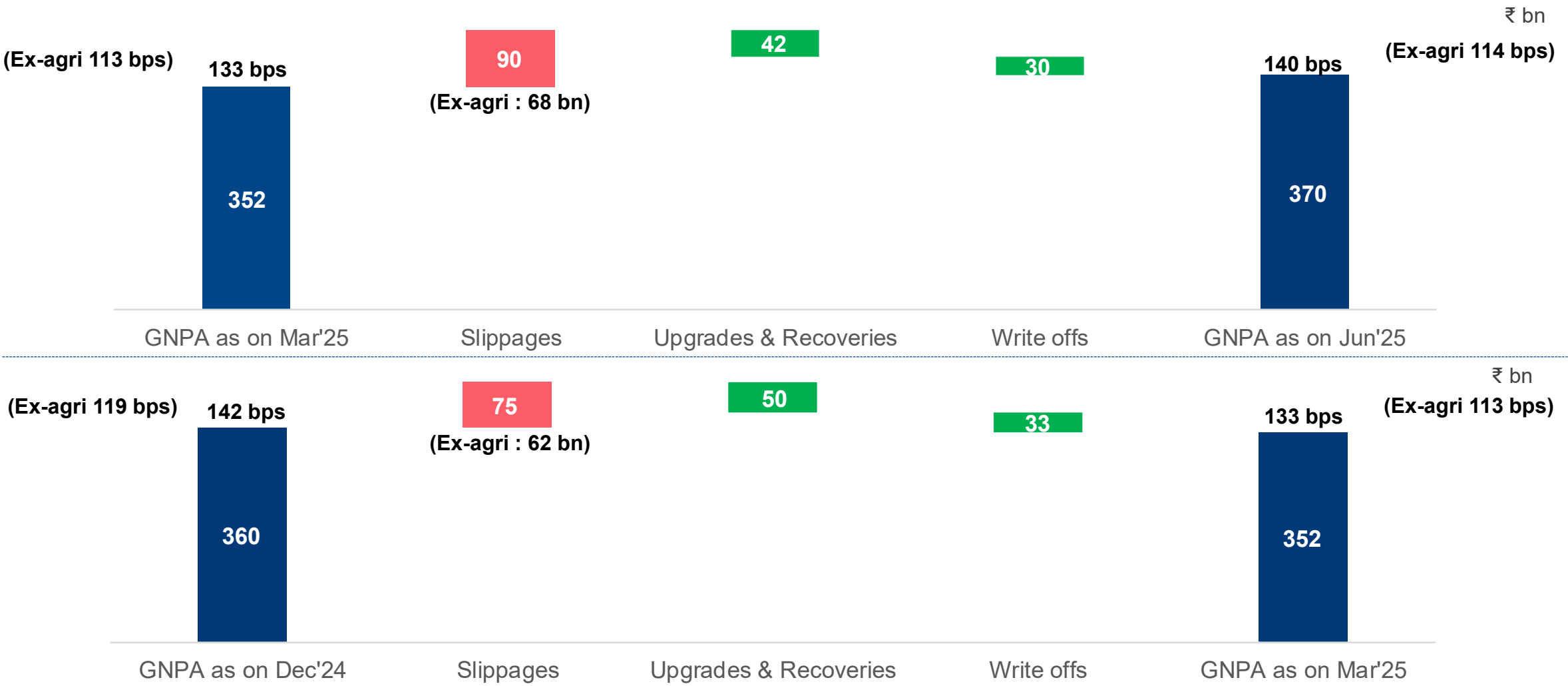
GNPA (ex-agri)				
1.2%	1.2%	1.2%	1.1%	1.1%

GNPA by Segment



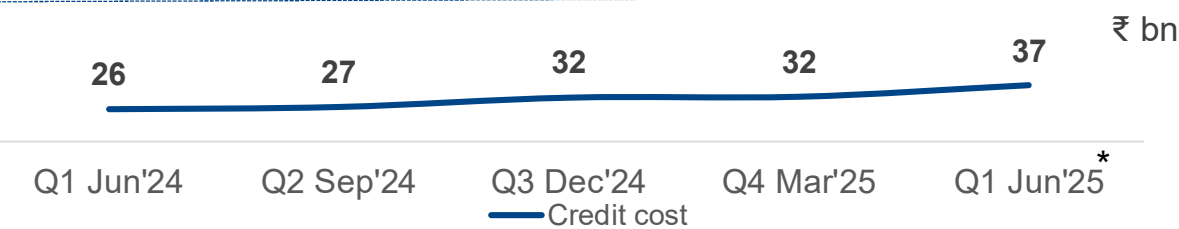
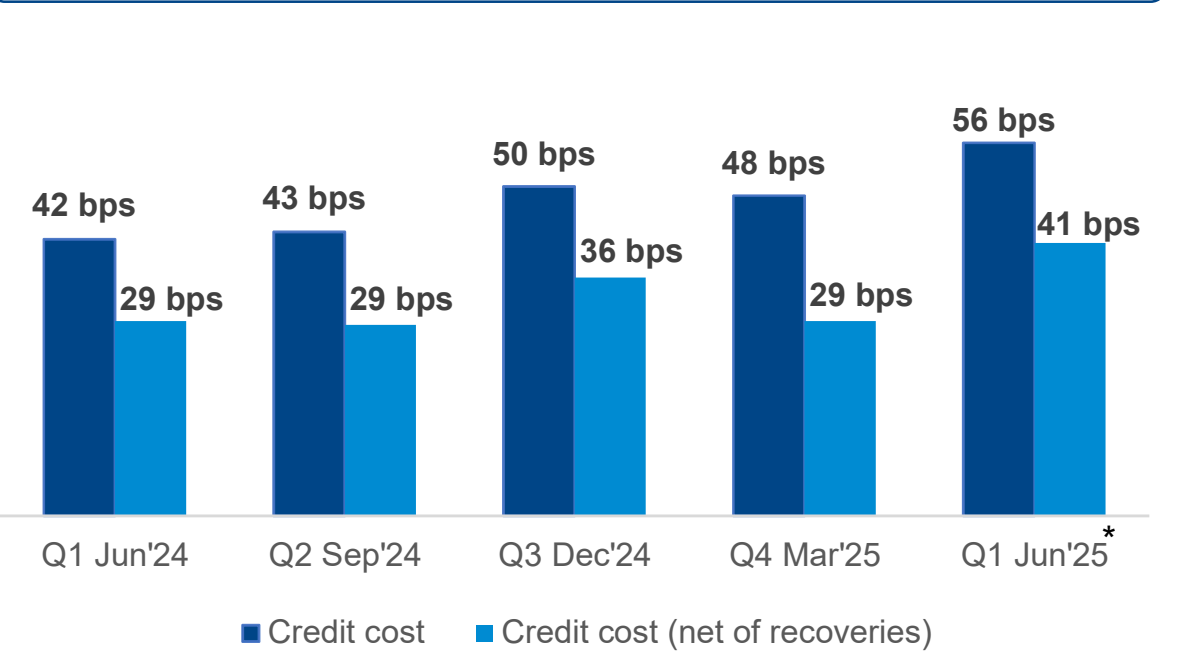
Stable asset quality across segments

# Movement of NPAs

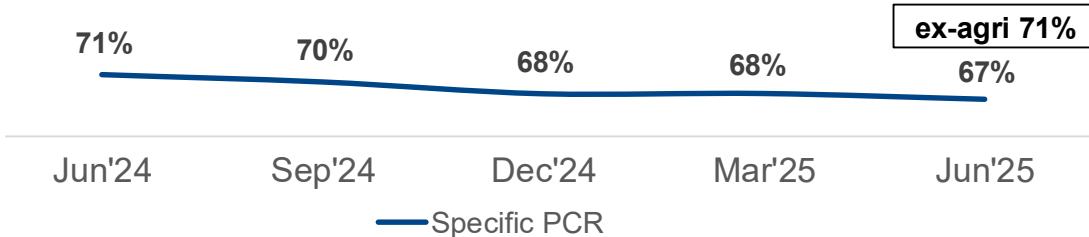
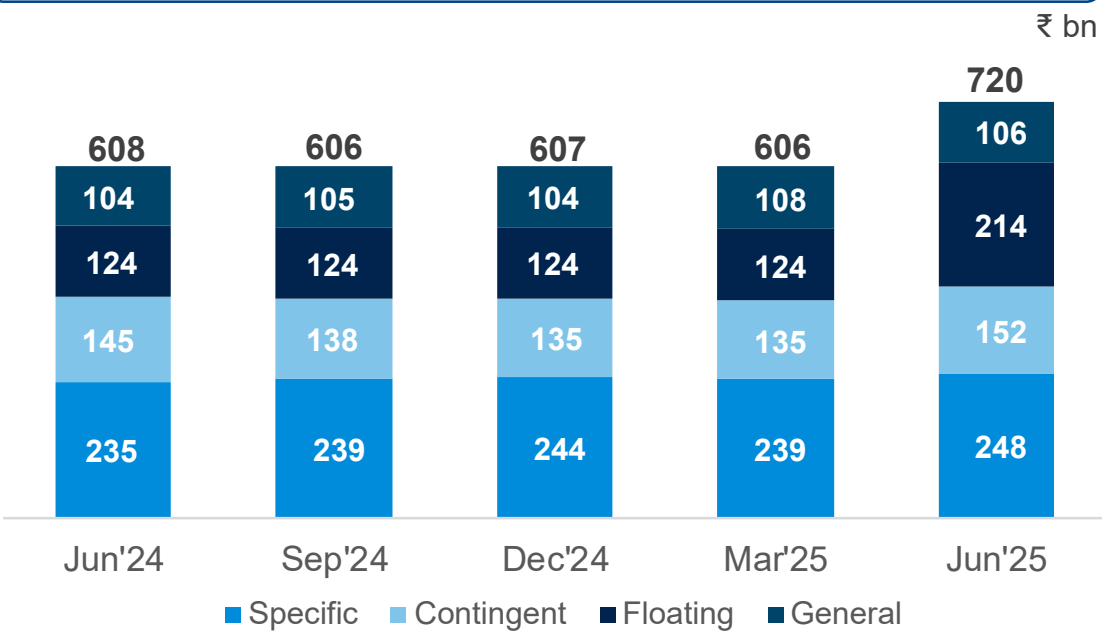


# Credit cost and stock of provisions

Credit cost

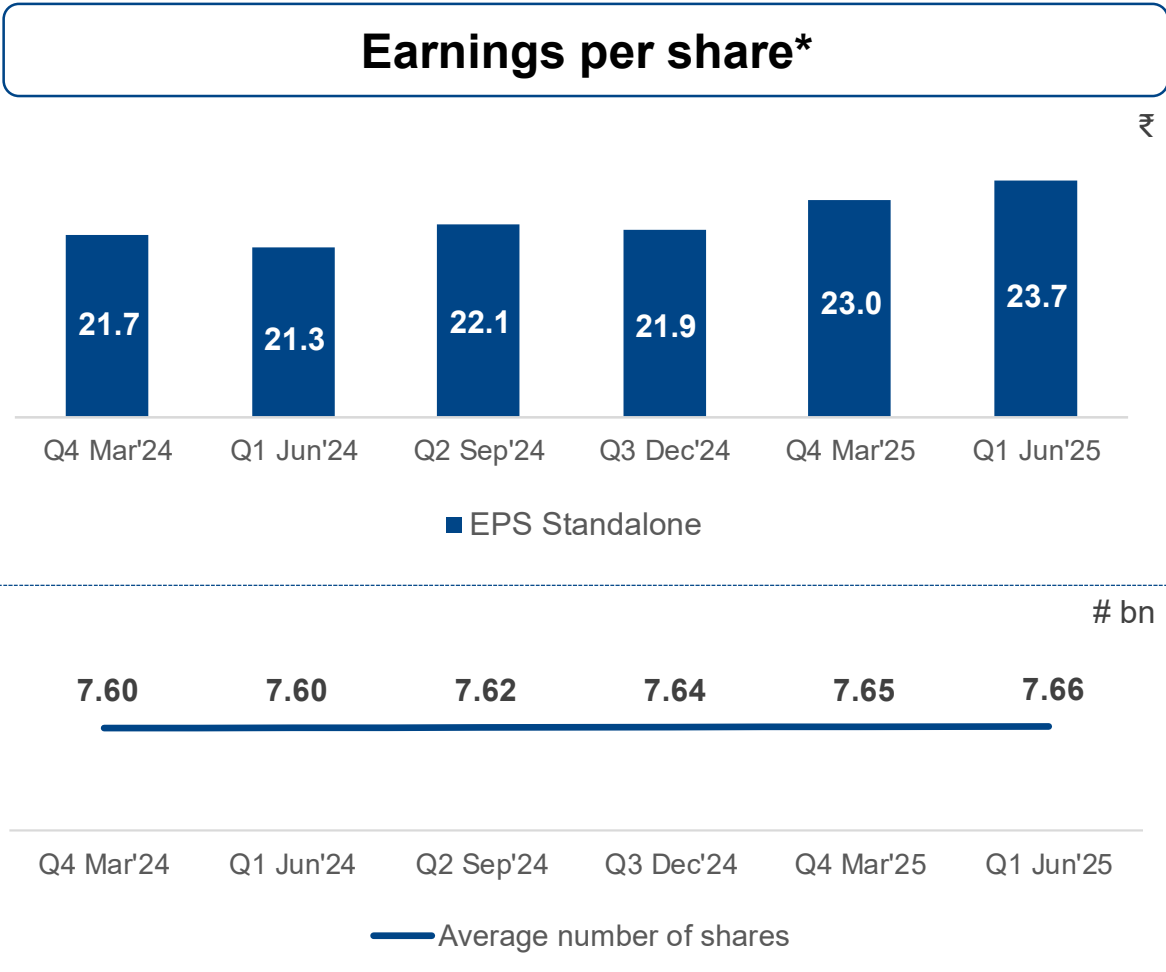
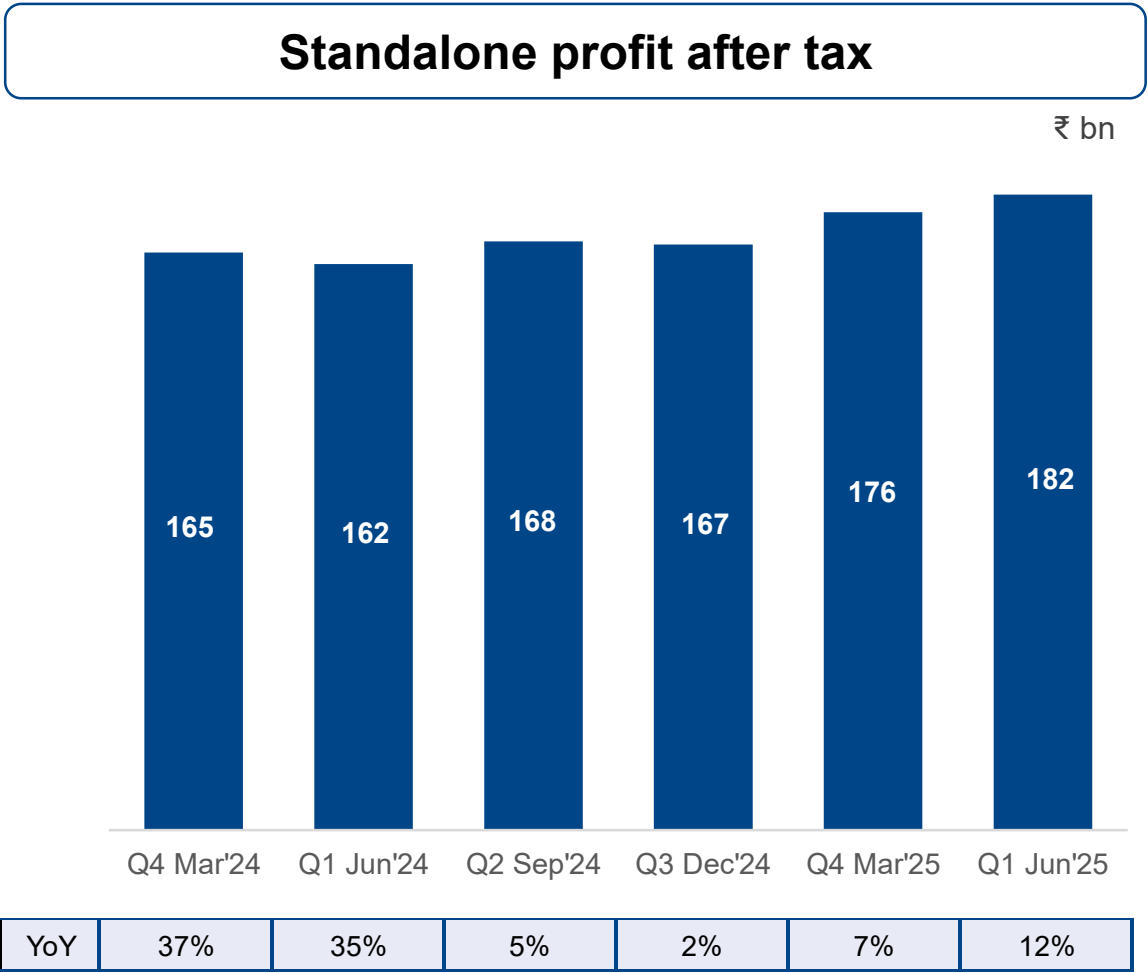


Stock of provisions



\*excludes contingent provision of ₹ 17 billion & floating provision of ₹ 90 billion

# Profitability



## Stake held in key subsidiary entities – June 30, 2025

Entity	Investment Amount (₹ bn)	No. of shares outstanding by entity (mn)	% Stake held by HDFC Bank	PAT of the company (FTQ) (₹ bn)	Book value per share (₹)	EPS (FTQ) (₹)
HDB Financial Services	29	615.5	74.19%	5.7	225.4	7.1
HDFC Life Insurance	56	2,154.7	50.28%	5.5	79.0	2.5
HDFC AMC	2	213.9	52.44%	7.5	326.4	35.0
HDFC ERGO General Insurance	28	725.8	50.33%	2.1	69.8	2.9
HDFC Securities Ltd	13	16.8	94.38%	2.3	1,929.0	130.3
All others	3			0.6		
<b>Total</b>	<b>131</b>					

## Subsidiaries – Q1FY26 update – HDB Financial Services

- 74.19% stake held by the Bank as of June 30, 2025
- 20.1 million customers serviced through a network of 1,771 branches across 1,166 cities/towns
  - 1.0 million customers during Q1 FY26
- Q1FY25 performance highlights
  - Loan book of ₹ 1,093 bn up by 14.3% YoY and 2.3% sequentially
  - Gross Stage 3 assets at 2.56% compared to 2.26% in the prior quarter
  - Net interest margin of 7.7% improved QoQ and YoY
  - Net profit of ₹ 5.7 bn with EPS of ₹ 7.1
  - RoA of 1.9%; Book value per share at ₹ 225.4
  - RoE of 13.2%; Capital adequacy ratio at 20.2%

## Subsidiaries – Q1FY26 update – HDFC Life Insurance

- 50.28% stake held by the Bank as of June 30, 2025
- 249k individual policies sold and overall 11.6 mn lives insured during the quarter
- Individual weighted received premium market share of 17.5% for Q1FY26
- Q1FY26 performance highlights
  - Net Premium Income of ₹ 145 bn up by 16% YoY and AUM at ₹ 3.6 tn up by 15% YoY
  - New Business Premium of ₹ 73 bn with new business margin at 25%
  - Value of new business for the quarter ₹ 8.1 bn
  - PAT of ₹ 5.5 bn up by 14% YoY
  - Solvency Ratio at 192% as of June 30, 2025
  - Embedded value at ₹ 584 bn improved 18% YoY



## Subsidiaries – Q1FY26 update – HDFC AMC

- 52.44% stake held by the Bank as of June 30, 2025
- Quarterly average AUM of ₹ 8.3 trillion; 11.5% market share
- 64% of quarterly average AUM is equity oriented with 60% in actively managed equity oriented
- 13.7 million unique investors; 25% penetration in the Mutual Fund industry
- Q1FY26 performance highlights
  - Total income of ₹ 12.0 bn, grew 27% over prior year
  - Net profit of ₹ 7.5 bn, grew 24% over prior year
  - EPS of ₹ 35.0

# Subsidiaries – Q1FY26 update – HDFC ERGO General Insurance

- 50.33% stake held by the Bank as of June 30, 2025
- Q1FY26 Gross direct premium market share of 4.3% in overall industry and 6.7% amongst private sector insurers
- Retail mix in business 49% for the quarter ended June 30, 2025
- Distribution network of 299 branches and 608 digital offices
- Q1FY26 performance highlights
  - Gross written premium of ₹ 36.5 bn; down 6% YoY
  - Net profit after tax of ₹ 2.1 bn compared to profit of ₹ 1.3 bn in the prior year
  - EPS of ₹ 2.86
  - Solvency Ratio at 206% as of June 30, 2025

## Subsidiaries – Q1FY26 update – HDFC Securities Ltd

- 94.38% stake held by the Bank as of June 30, 2025
- 7.1 million customers serviced through a network of 131 branches across 105 cities
- Around 95% of the active clients utilized the services offered through company's digital platforms.
- Q1FY26 performance highlights
  - Net revenue of ₹ 7.3 bn lower by 11% YoY
  - Net profit of ₹ 2.3 bn lower by 21% YoY
  - EPS of ₹ 130
  - Book value per share at ₹ 1,929 as of 30<sup>th</sup> June, 2025

# Consolidated income statement

P&L (₹ bn)	Q1 FY25	Q4 FY25	Q1 FY26	QoQ	YoY
Net revenue	724.2	732.8	853.5	16.5%	17.8%
Operating expenses	465.5	439.0	491.8	12.0%	5.7%
Provisions	31.4	38.1	153.1	301.9%	387.7%
<b>Profit before tax</b>	<b>227.3</b>	<b>255.7</b>	<b>208.5</b>	<b>(18.5%)</b>	<b>(8.3%)</b>
<b>Consolidated profit</b>	<b>164.7</b>	<b>188.4</b>	<b>162.6</b>	<b>(13.7%)</b>	<b>(1.3%)</b>

In the consolidated income statement, transaction gains of ₹ 69.49 billion from partial divestment through an offer for sale (OFS) in the recent IPO of Bank's subsidiary HDB Financial Services Ltd. are after deduction of proportionate net worth accumulated life to date since inception on consolidation, prior to the OFS, and transferred to Minority Interest (MI) due to stake dilution.

# ESG at HDFC Bank

## Environmental

- Target to be carbon neutral by FY32
- Board approved ESG Risk Management Policy focusing on enhanced environmental and social due diligence for lending
- Board approved Sustainable Finance Framework, along with a second party opinion
- Sustainable finance portfolio stood at 18.69% of the total loan book
- Enhanced assessment and disclosure of Financed Emissions
- Increased RE mix to 3.2% from 0.4% in the previous year

## Social

- Leading responsibly
- Taking banking to the unbanked;
- Supporting businesses;
- Enabling smart banking;
- Empowering communities
- Gender diversity: 26%
- CSR initiatives cumulatively impacted over 100 mn beneficiaries
- People and work culture: Nurture, Care & Collaborate
- 2-tiered governance structure for Diversity, Equity & Inclusion – at the corporate & regional level

## Governance

- Commitment to principles of independence, accountability, responsibility, transparency and fair & timely disclosures
- Diversified and skilled board
- CSR & ESG Committee of Board oversee the ESG strategy along with the ESG Apex Council
- Highest governance score of 1 by ISS, 2025
- ET Awards:  
Selected as the 'Conscious Corporate of the Year' for its work in CSR & ESG

## Ratings & Indices

**FTSE4GOOD**  
**Emerging**  
**Market Index**  
June 2025



April 2025

**S&P Global**

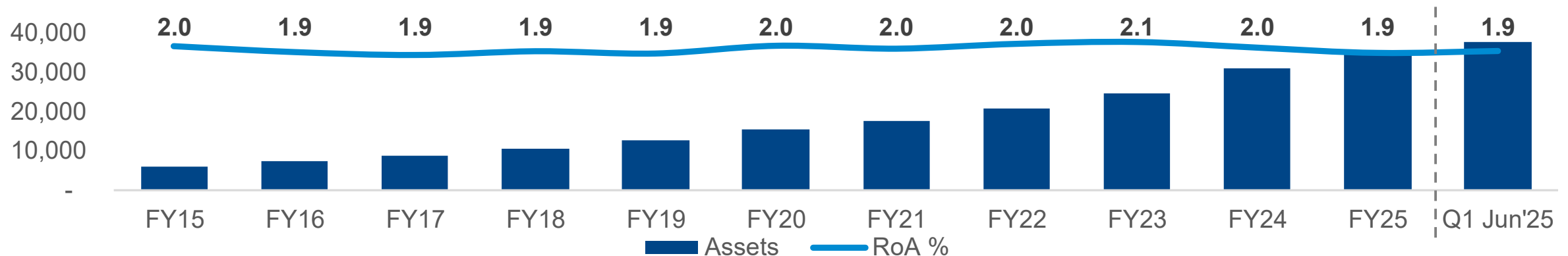
S&P Corporate  
Sustainability Assessment  
(85<sup>th</sup> percentile)



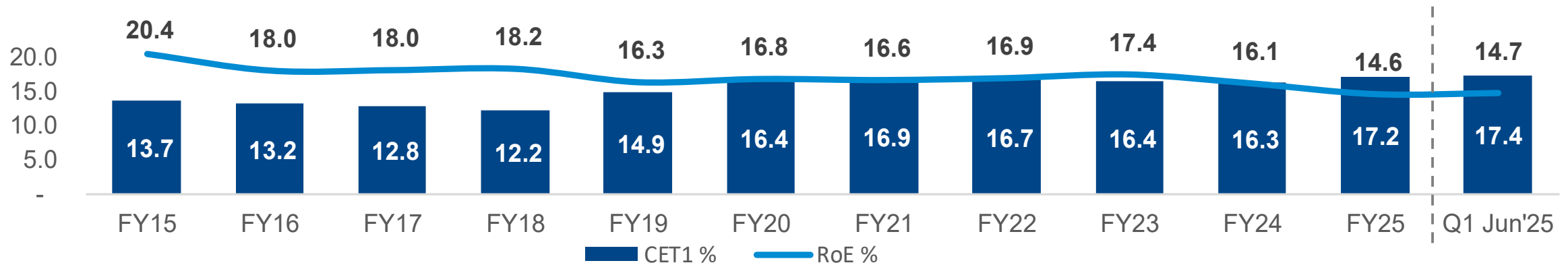
ESG Score: 80/100;  
Low ESG Risk

# Balance sheet and capital productivity

## Growth in assets and RoA

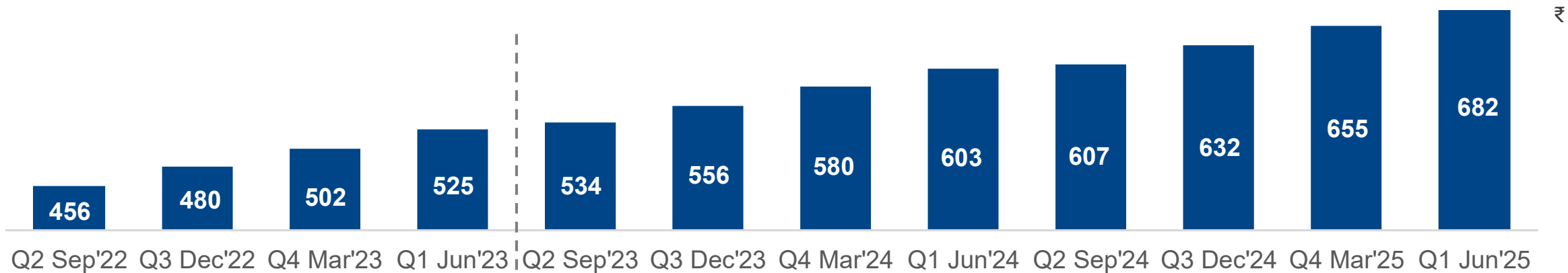


## Healthy capital position and RoE

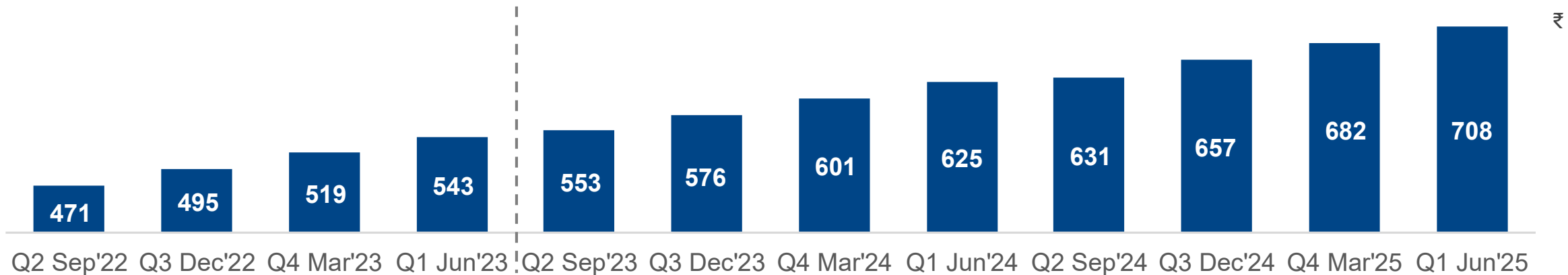


# Book value performance

## Standalone book value per share



## Consolidated book value per share



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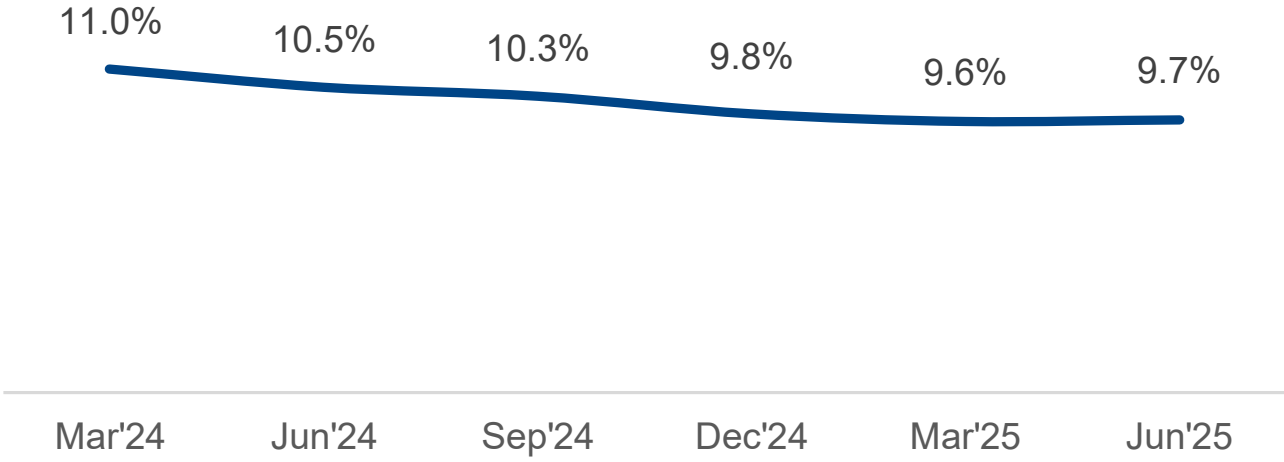
# APPENDIX



# Industry-wise distribution\*

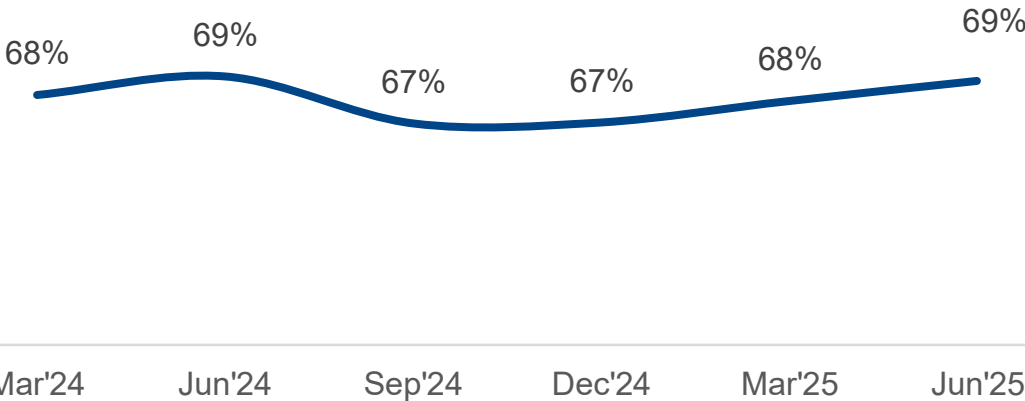
Industry (₹ bn)	Total Outstanding (FB + NFB)	As a (%)	Industry (₹ bn)	Total Outstanding (FB + NFB)	As a (%)
Consumer Loans	10,032	30.8%	Capital Market Intermediaries	356	1.1%
NBFC	1,594	4.9%	Telecom	332	1.0%
Retail Trade	1,148	3.5%	Housing Finance Companies	300	0.9%
Real Estate & Property Services	1,144	3.5%	Chemical and Products	293	0.9%
Consumer Services	1,122	3.4%	Consumer Durables	277	0.9%
Financial Institutions	1,071	3.3%	Financial Intermediaries	252	0.8%
Food and Beverage	846	2.6%	Agri Production - Non food	242	0.7%
Power	831	2.6%	Gems and Jewellery	206	0.6%
Road Transportation	805	2.5%	Non-ferrous Metals	192	0.6%
Infrastructure Development	799	2.5%	Drugs and Pharmaceuticals	182	0.6%
Wholesale Trade - Non Industrial	675	2.1%	Mining and Minerals	180	0.6%
Wholesale Trade - Industrial	675	2.1%	Agri Produce Trade	159	0.5%
Engineering	672	2.1%	Paper, Printing and Stationery	159	0.5%
Banks	668	2.1%	Plastic & Products	151	0.5%
Iron and Steel	665	2.0%	Cement & Products	144	0.4%
Agri-Allied	631	1.9%	Animal Husbandry	122	0.4%
Textiles & Garments	591	1.8%	Information Technology	115	0.4%
Automobile & Auto Ancillary	589	1.8%	Other Non-metallic Mineral Products	114	0.3%
Business Services	533	1.6%	FMCG & Personal Care	101	0.3%
Agri Production - Food	504	1.5%	Fertilisers & Pesticides	90	0.3%
Coal & Petroleum Products	379	1.2%	Other Industries	2,606	8.0%
			<b>Total</b>	<b>32,544</b>	<b>100.0%</b>

# Top 20 borrower exposure as a % of total exposure

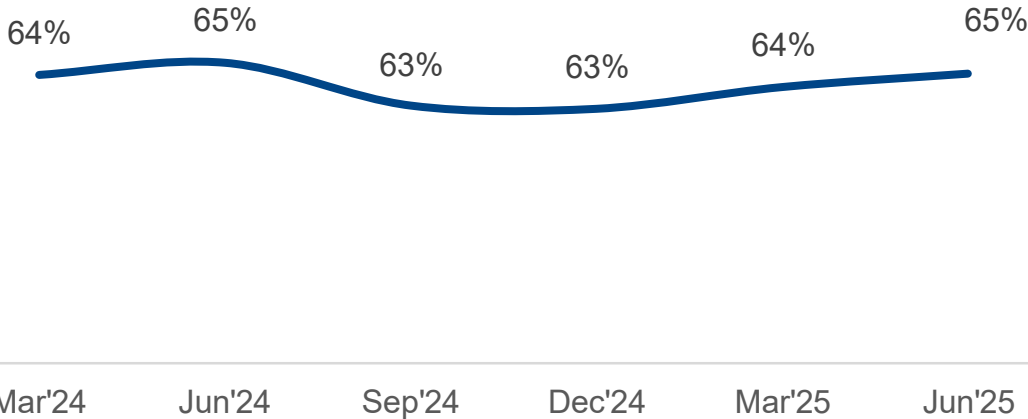


# Risk Weighted Assets

**RWA to Total Assets**



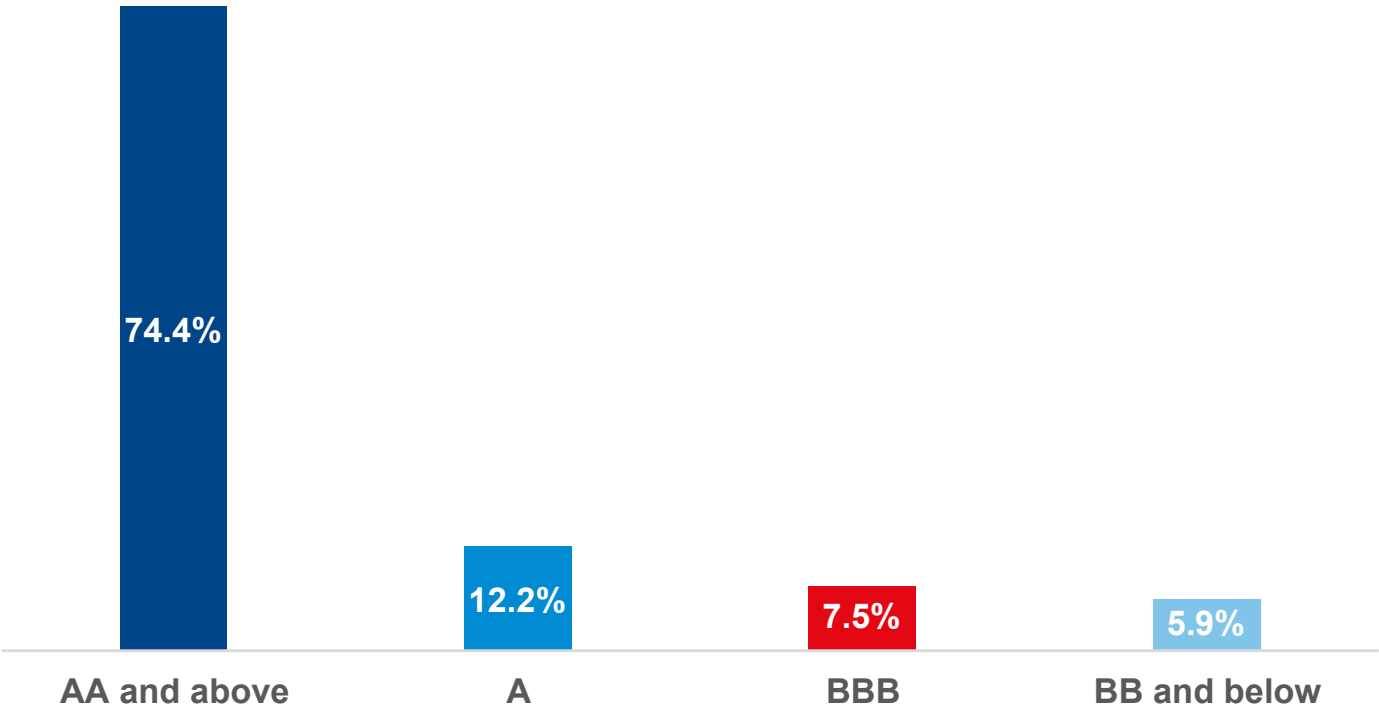
**Risk Weight Density\***



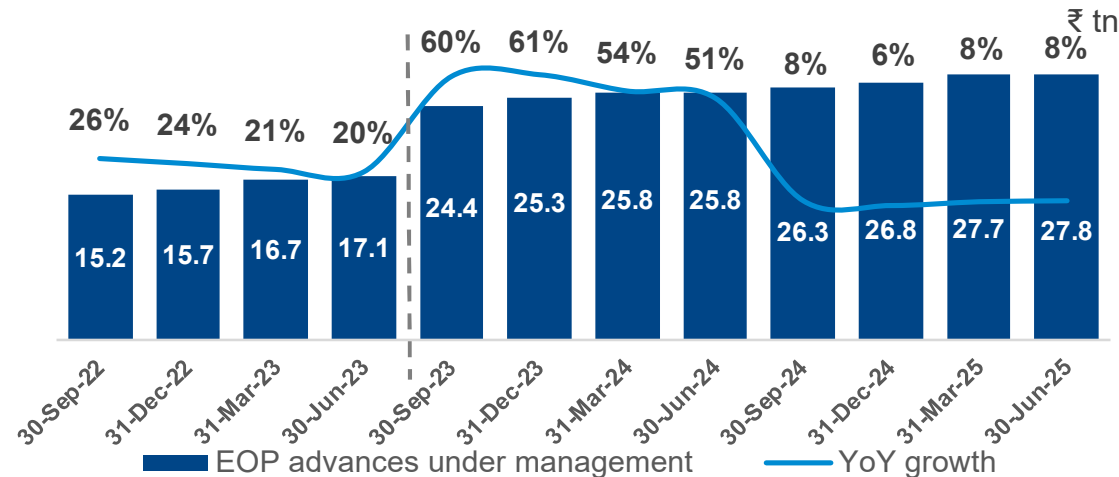
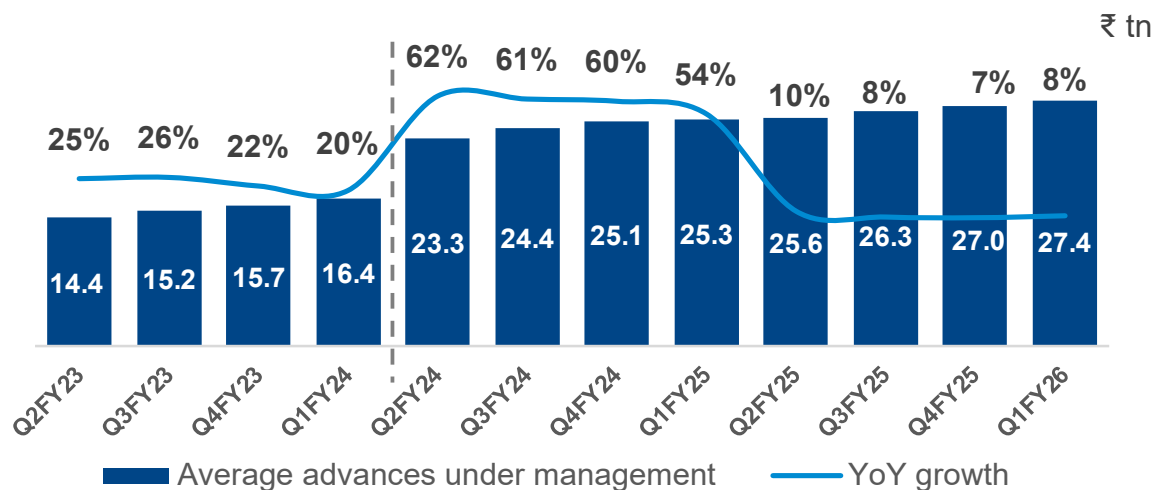
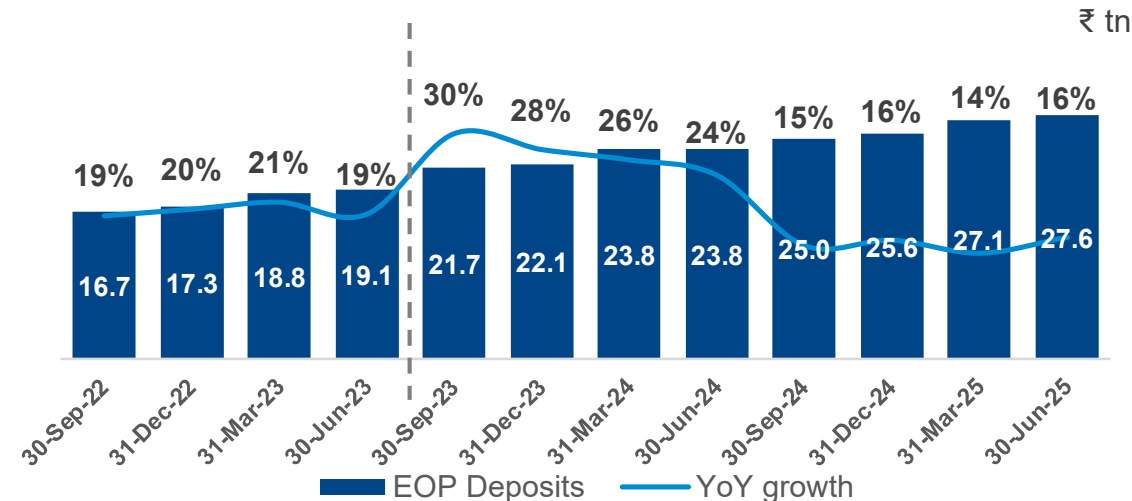
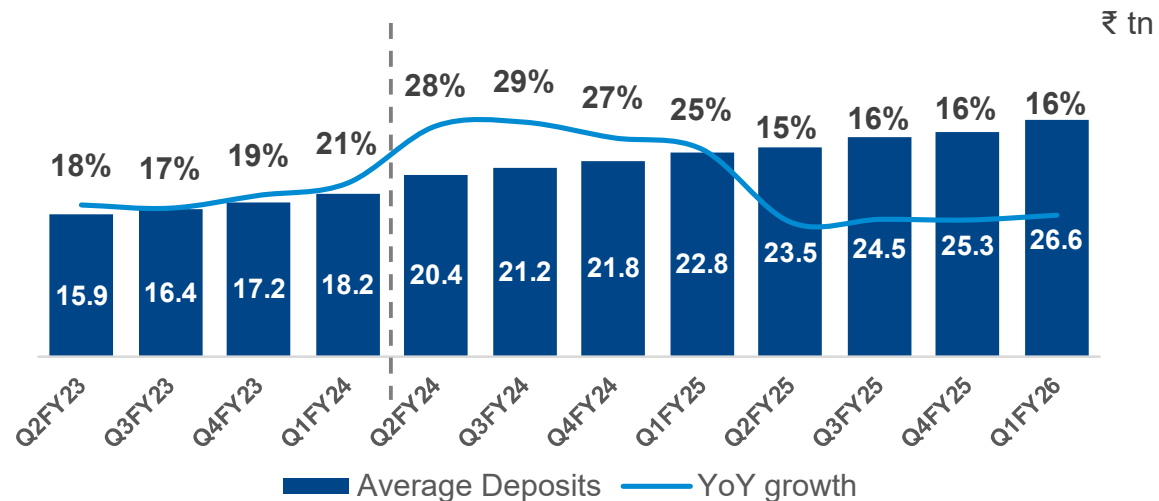
\* Risk Weight Density =  $RWA / (FB + NFB \text{ (post CCF)})$

# Corporate rating mix – June'25

Rating mix % of externally rated wholesale book (corporate & mid corporate)



# Deposits and advances trend



# Safe harbour statement

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We have included statements in this report which contain words or phrases such as “will”, “aim”, “will likely result”, “believe”, “expect”, “will continue”, “anticipate”, “estimate”, “intend”, “plan”, “contemplate”, “seek to”, “future”, “objective”, “goal”, “project”, “should”, “will pursue” and similar expressions or variations of these expressions, that are “forward-looking statements”. Actual results may differ materially from those suggested by the forward-looking statements due to certain risks or uncertainties associated with our expectations with respect to, but not limited to, our ability to implement our strategy successfully, the market acceptance of and demand for various banking services, our ability to realize all of the anticipated benefits of the Transaction, future levels of our non-performing/ impaired assets, our growth and expansion, the adequacy of our management of credit risks and our provision/allowance for credit and investment losses, technological changes, the adequacy of our information technology and telecommunication systems, including against cybersecurity threats, negative publicity, volatility in investment income, our ability to market new products, cash flow projections, the outcome of any legal, tax or regulatory proceedings in India and in other jurisdictions we are or become a party to, the future impact of new accounting standards, our ability to pay dividends, the impact of changes in banking regulations and other regulatory changes on us in India and other jurisdictions, our ability to roll over our short term funding sources and our exposure to market and operational risks. By their nature, certain of the market risk disclosures are only estimates and could be materially different from what may actually occur in the future. As a result, actual future gains, losses or impact on net income could materially differ from those that have been estimated.

In addition, other factors that could cause actual results to differ materially from those estimated by the forward-looking statements contained in this document include, but are not limited to: geopolitical tensions between India and Pakistan, which have increased significantly following the deadly terrorist attack on tourists in Pahalgam in Jammu and Kashmir in April 2025, and have already impacted major treaties and diplomatic relations, with lingering risk of sudden escalation in military conflict between India and Pakistan; geopolitical tensions between India and China; general economic and political conditions; instability or uncertainty in India and the other countries which have an impact on our business activities or investments caused by any factor, including terrorist attacks in India, the United States or elsewhere, anti-terrorist or other attacks by the United States, a United States-led coalition or any other country, such as the joint strike launched by the United States and the United Kingdom in Yemen following the Houthis group’s attack on international ships in the Red Sea; the ongoing war between Russia and Ukraine; the geopolitical conflict between Israel and Hamas, and the escalation in conflict between Israel and Iran, including U.S. intervention, which have complicated the geopolitical landscape; military armament or social unrest in any part of India; the monetary and interest rate policies of the RBI; natural calamities, pandemics, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices; the performance of the financial markets in India and globally; compliance with and changes in Indian and foreign laws and regulations, including tax, accounting, banking regulations, insurance regulations and securities regulations; changes in competition and the pricing environment in India; regional or general changes in asset valuations; and uncertainties arising out of foreign trade and tariff policies followed by major global economies, such as the United States and China.