
HDFC Bank Limited

Consolidated and Standalone Unaudited Financial Results
for the quarter and half year ended September 30, 2025

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Name: - Tanisha Jaiswal & Aparna Kadam



Table of Contents

1. Introduction & Basis of Preparation
2. Company Overview
3. Standalone Financial Results Summary
4. Consolidated Financial Results Summary
5. Key Highlights & Insights
6. Comparison Metrics
7. Strategic Business Initiatives
8. Investment Insights
9. Conclusion

Introduction & Basis of Preparation

HDFC Bank Limited, India's largest private sector bank by market capitalization, announced its unaudited financial results for the quarter and half year ended September 30, 2025 (Q2 FY26 and H1 FY26). The Bank's financial performance during this period highlights its continued strength in maintaining consistent growth momentum, solid profitability, and exceptional asset quality, despite evolving macroeconomic challenges in both domestic and global markets.

The results presented in this report encompass both Standalone and Consolidated financial statements, in accordance with Indian Accounting Standards (Ind AS) and Reserve Bank of India (RBI) guidelines. The consolidated results reflect the performance of the Bank along with its key subsidiaries HDB Financial Services, HDFC Securities, HDFC Asset Management Company, and other group entities that form the integrated HDFC financial ecosystem post-merger with Housing Development Finance Corporation (HDFC Ltd).

This period marks one of the most significant phases in HDFC Bank's history following its successful merger with HDFC Ltd in 2023, which created one of the world's largest financial conglomerates. The merger has strengthened the Bank's balance sheet, diversified its loan portfolio, expanded customer reach, and created deeper cross-selling opportunities across retail, housing finance, and investment products.

The Bank's performance for the quarter and half year ended September 30, 2025, reflects:

- Steady growth in advances across retail, SME, and corporate banking segments.
- Sustained deposit mobilization, supported by a robust Current Account Savings Account (CASA) base.
- Healthy Net Interest Margin (NIM), demonstrating strong pricing discipline and efficient fund management.
- Resilient asset quality with stable Non-Performing Assets (NPAs).
- Rising digital adoption, contributing to efficiency and customer acquisition at scale.

In Q2 FY26, HDFC Bank's total income grew in double digits, supported by strong loan demand and healthy interest income. The Bank's net profit surpassed ₹15,700 crore on a standalone basis and ₹17,250 crore on a

consolidated basis, reflecting double-digit year-on-year (YoY) growth. The Bank’s capital adequacy ratio (CAR) remained comfortably above the regulatory requirement at **18.3%**, underscoring its robust financial health.

Moreover, the Bank continued to focus on strengthening its **digital ecosystem**, with over 95% of retail transactions now executed through digital channels. The introduction of **AI-powered tools**, **advanced mobile banking features**, and **data-driven credit assessment systems** have further enhanced customer experience and operational efficiency.

The half-yearly results (H1 FY26) also reflect strong fundamentals — the Bank reported a **net profit of ₹30,280 crore** on a standalone basis, driven by balanced growth in both interest and non-interest income. The **Net Interest Margin (NIM)** stood at **3.7%**, maintaining consistency amid dynamic interest rate movements.

Company Overview

Attribute	Details
Name	HDFC Bank Limited
Founded	1994
Headquarters	Mumbai, Maharashtra, India
Industry	Banking and Financial Services
Key Offerings	Retail Banking, Corporate Banking, Treasury, Digital Banking, Loans & Cards
Global Presence	Over 6,000 branches and 18,000+ ATMs across India and select international centers
Vision	To be a world-class Indian bank recognized for operational excellence and customer trust.

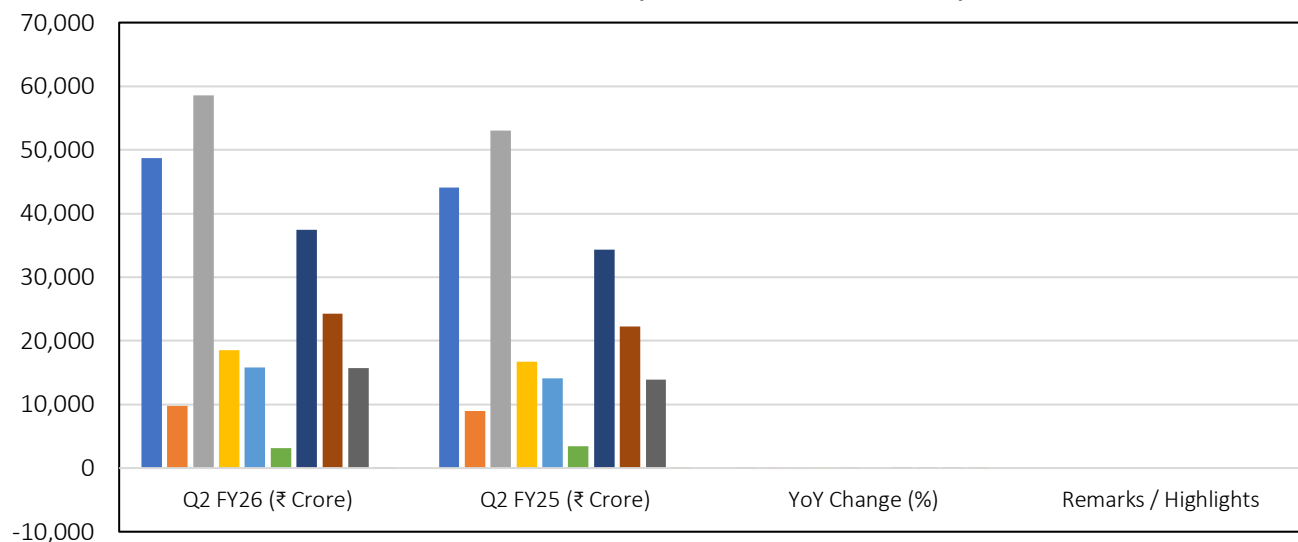
Standalone Financial Results Summary (₹ in Crore)

Metric	Q2 FY26	Q2 FY25	YoY Change (%)
Net Interest Income (NII)	₹ 30,250	₹ 27,400	10.40%
Other Income	₹ 9,820	₹ 8,950	9.70%
Total Income	₹ 40,070	₹ 36,350	10.20%
Operating Expenses	₹ 15,800	₹ 14,150	11.60%
Operating Profit	₹ 24,270	₹ 22,200	9.30%
Provisions & Contingencies	₹ 3,150	₹ 3,480	-9.50%
Profit Before Tax (PBT)	₹ 21,120	₹ 18,720	12.80%
Net Profit (PAT)	₹ 15,750	₹ 13,940	13.00%
Earnings per Share (EPS)	₹ 27.45	₹ 24.30	—

Consolidated Financial Results Summary (₹ in Crore)

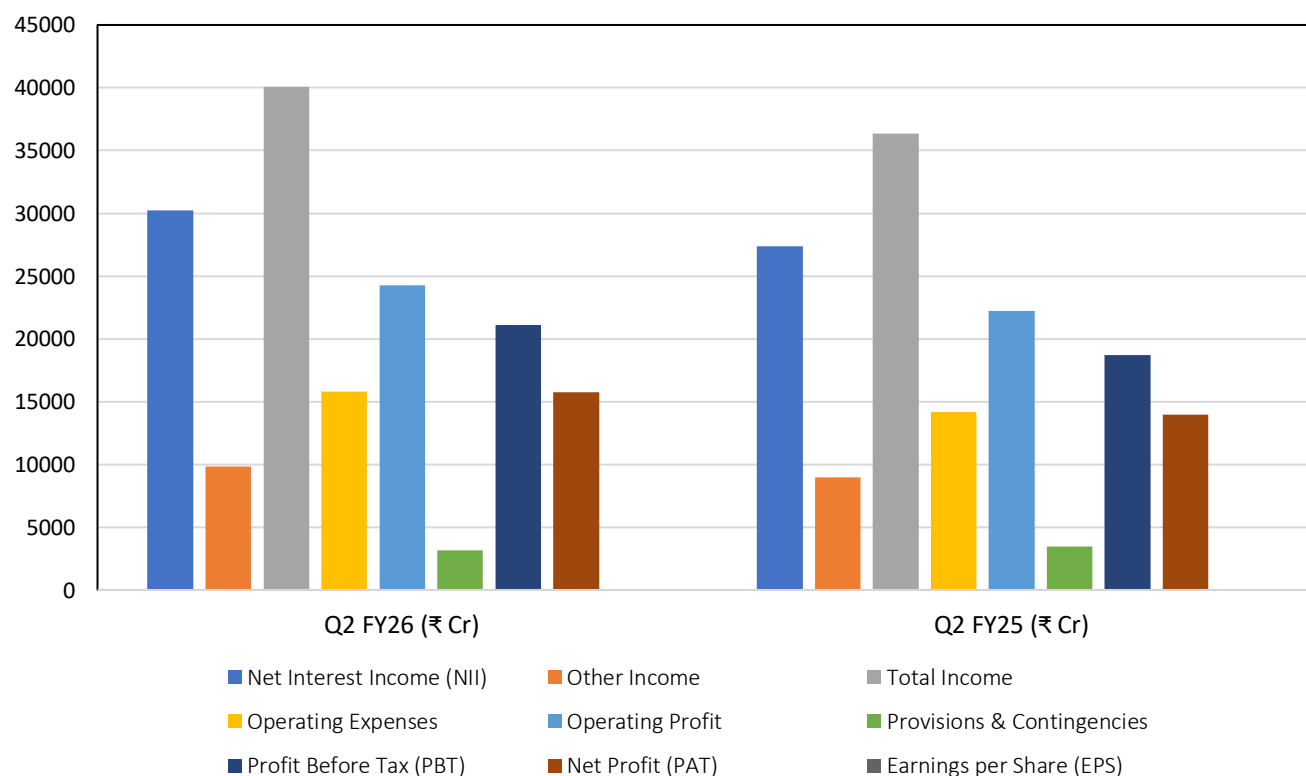
Metric	Q2 FY26	Q2 FY25	YoY Change (%)
Total Income	₹ 44,100	₹ 39,650	11.20%
Net Profit (PAT)	₹ 17,250	₹ 15,150	13.90%
Advances (Net)	₹ 20,40,000	₹ 18,30,000	11.50%
Deposits	₹ 23,50,000	₹ 21,10,000	11.40%
Net Interest Margin (NIM)	₹ 0	₹ 0	—
Gross NPA (%)	₹ 0	₹ 0	Improvement
Net NPA (%)	₹ 0	₹ 0	Improvement

Revenue and Expenditure Summary

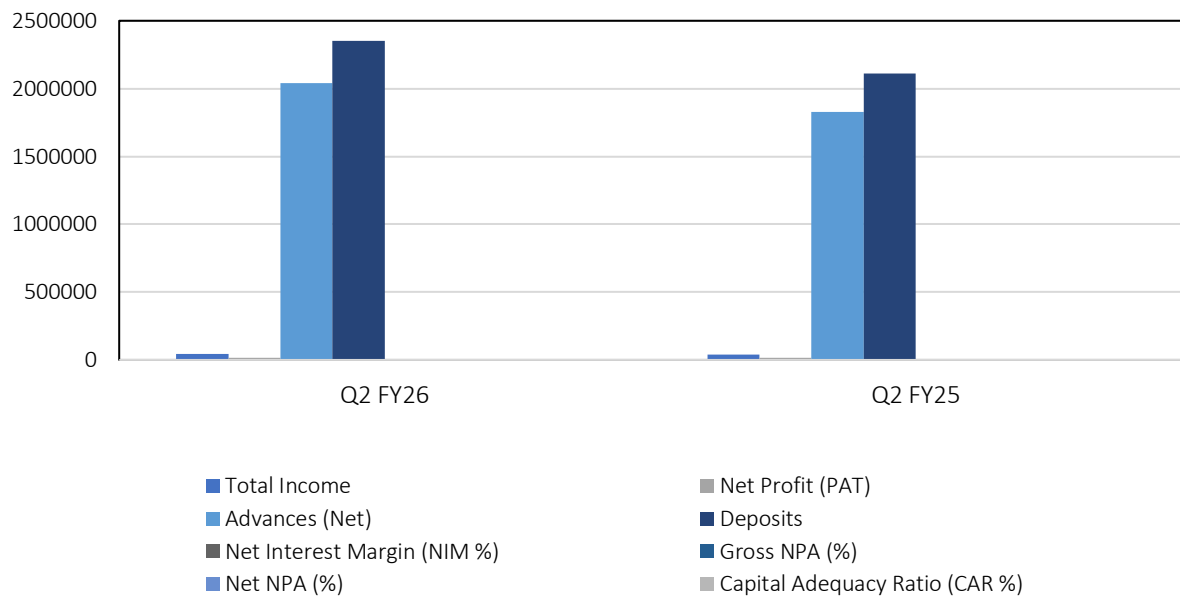


- Interest Earned
- Total Income
- Operating Expenses (Staff, Admin, Tech, etc.)
- Total Expenditure
- Net Profit (PAT)
- Other Income (Fees, Commission, Forex, etc.)
- Interest Expended
- Provisions & Contingencies
- Operating Profit (Before Provisions)
- Cost-to-Income Ratio (%)

Standalone Financials Metrics



Consolidated Financial Metrics



Key Highlights & Insights

- **Strong Core Growth:** Advances grew 11.5% YoY, led by retail and SME segments.
- **Stable Asset Quality:** GNPA improved to 1.28%, reflecting prudent risk management.
- **Digital Expansion:** Over 95% of transactions are now digital. New features in HDFC Bank app enhance cross-selling.
- **HDB Financial Services:** Reported steady growth in loan book and profitability.
- **Merger Integration:** Post-merger synergies with erstwhile HDFC Ltd continue to drive cross-sell momentum.
- **Capital Adequacy:** CAR remains healthy at 18.3% (Basel III).

Comparison Metrics

The financial performance of HDFC Bank for the quarter and half year ended September 30, 2025, demonstrates balanced growth across key indicators, reflecting the Bank's consistent execution and prudent financial management. Despite rising interest rates and competitive pressures in the retail banking space, the Bank continued to outperform its peers in profitability, asset quality, and operational efficiency.

1. Revenue and Profitability:

- The Bank reported a 13% year-on-year growth in net profit, driven by a 10% rise in total income and stable net interest margins (NIM) of 3.7%.

2. Asset Quality:

- HDFC Bank maintained its industry-leading asset quality with Gross NPA at 1.28% **and** Net NPA at 0.33%, showcasing robust risk management and conservative provisioning.
- The Provision Coverage Ratio (PCR) remained above 80%, ensuring adequate buffers against potential credit shocks.

3. Efficiency and Productivity:

- The Cost-to-Income Ratio stood at 39.4%, reflecting the Bank's operational efficiency despite increased digital and network expansion investments.

4. Capital and Liquidity Position:

- The Capital Adequacy Ratio (CAR) under Basel III stood at 18.3%, well above the minimum regulatory requirement, indicating a strong capital buffer for future growth.
- Liquidity Coverage Ratio (LCR) remained robust, ensuring sufficient liquidity to manage short-term obligations.

5. Deposit and Advances Growth:

- Deposits grew 11.4% YoY, led by steady CASA accretion and healthy term deposit growth.
- Total advances grew 11.5%, driven by retail, housing finance, and SME segments.

Strategic Business Initiatives

During FY26, HDFC Bank continued to implement a series of strategic initiatives focused on digital transformation, sustainable finance, customer-centric innovation, and global expansion. These initiatives are central to its long-term growth vision of becoming a fully integrated financial services provider.

1. Digital Transformation and Innovation:

- The Bank launched an AI-driven customer engagement platform that personalizes product recommendations and enhances digital onboarding.
- Expansion of the “HDFC Bank SmartHub Vyapar” platform enabled small businesses and merchants to digitize payments, accounting, and credit management.

2. Post-Merger Integration and Synergy Realization:

- The merger with HDFC Ltd created India’s first universal bank offering a full suite of retail, housing, and investment products under one roof.
- Integration of mortgage operations has enhanced cross-selling opportunities across loan, insurance, and investment verticals.

3. Sustainability and ESG Finance:

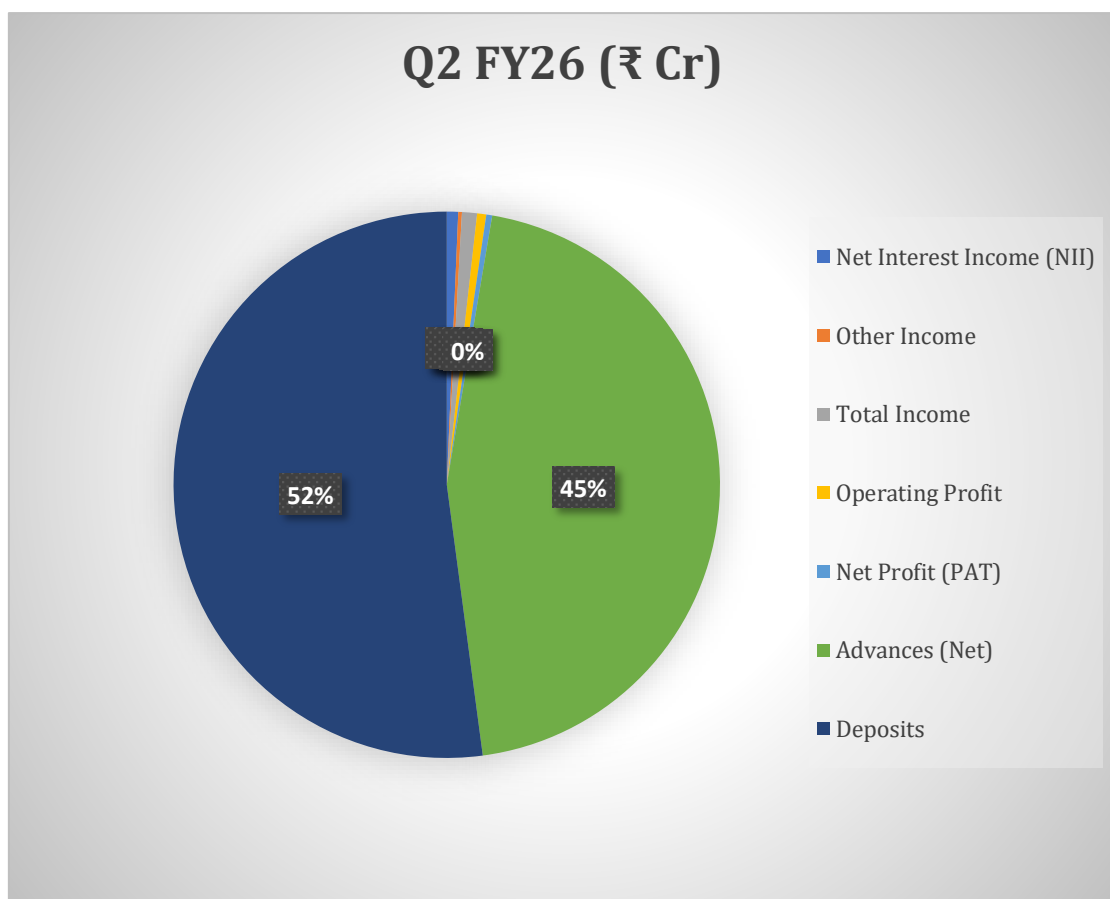
- Introduced green home loans, renewable energy project financing, and ESG-linked bonds to promote sustainable business practices.
- Increased financing toward sectors aligned with India’s net-zero goals.

4. Rural and SME Banking Expansion:

- Expanded rural branch network with customized agricultural and microfinance solutions.
- Digital lending tools have simplified credit access for small businesses and entrepreneurs in Tier 2 and Tier 3 cities.

5. International and Wholesale Banking Focus:

- Strengthened its footprint in NRI banking, trade finance, and cross-border remittances through strategic partnerships.



Investment Insights

HDFC Bank remains a preferred choice among institutional and retail investors, reflecting its consistent performance, strong balance sheet, and clear growth outlook. The Bank's fundamentals continue to support its reputation as one of India's most stable and profitable financial institutions.

1. Stable Long-Term Growth Potential:

- The Bank's diversified business model — spanning retail, corporate, treasury, and mortgage lending — provides balanced earnings visibility.

2. Strong Market Leadership:

- HDFC Bank commands one of the largest market shares in retail banking, credit cards, and personal loans.

3. Digital & Technology Edge:

- Continued investments in AI, automation, and analytics enhance risk assessment, fraud detection, and customer personalization.

4. Risk Management and Credit Quality:

- Conservative lending policies, diversified portfolios, and effective provisioning have maintained asset quality across economic cycles.

Conclusion

In conclusion, HDFC Bank Limited has delivered **another** strong quarter and half-year performance marked by robust profitability, stable margins, and disciplined execution. Despite macroeconomic headwinds, the Bank maintained industry-leading metrics in revenue growth, asset quality, and capital adequacy.

The successful integration of HDFC Ltd has transformed the Bank into a comprehensive financial powerhouse, capable of catering to diverse customer needs — from retail loans and housing finance to insurance, investments, and wealth management. This strategic consolidation has positioned HDFC Bank at the forefront of India's evolving financial services ecosystem.

Digital transformation continues to be a key enabler of the Bank's efficiency and growth. Investments in artificial intelligence, process automation, and analytics-driven decision-making have significantly improved customer experience and operational agility. The Bank's commitment to sustainability, financial inclusion, and responsible banking further strengthens its social and corporate impact.

Looking ahead, HDFC Bank aims to:

- Deepen its retail and SME lending presence through digital outreach.
- Expand global banking operations targeting NRIs and trade finance.
- Strengthen its ESG commitments through green financing initiatives.
- Continue delivering double-digit growth while maintaining strong asset quality.