DLF Limited
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DLF
BUILDING INDIA

July 31, 2014

The General Manager Dept. of Corporate Services **BSE Limited** P.J. Tower, Dalal Street, Mumbai 400 001 e-mail: corp.relations@bseindia.com	The Vice-President **National Stock Exchange of India Limited** Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai-400051 e-mail: cmlist@nse.co.in

Sub: Financial Results – Q1 - 2015

Dear Sir,

Further to our notice dated July 23, 2014, the Board of Directors in its meeting held on today has approved Un-audited Financial Results (Consolidated as well as Standalone) for the **Quarter ended 30th June, 2014.**

A copy of the said results is enclosed as **Annexure-I (Consolidated & 'Limited Review' Reports)** and **Annexure-II (Standalone & 'Limited Review' Reports)**, in terms of Clause 41 of the Listing Agreement.

Kindly take the same on record.

Thanking you.

Yours faithfully,
for **DLF LTD.**

Subhash Setia
Company Secretary

Encl. As above

For any clarifications, please contact :-
1. Mr. Subhash Setia – 011-43539578/setia-subhash@dlf.in
2. Mr. Raju Paul – 09999333687 / paul-raju@dlf.in
Fax no. : 011-43539579

DLF Limited
Regd. Office:Shopping Mall 3rd Floor, Arjun Marg, Phase I DLF City, Gurgaon - 122 022 (Haryana)

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014

(₹ in crores)

SL NO	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30.6.2014 (Reviewed)	31.3.2014 (Audited) #	30.6.2013 (Reviewed)	31.3.2014 (Audited)
PART I					
1	**Income from operations**				
	Sales and other receipts	1,725.17	1,969.45	2,314.08	8,298.04
2	**Expenses**				
	a) Cost of land, plots, development rights, constructed properties and others	712.85	1,032.48	1,020.53	3,880.35
	b) Employee benefits expense	74.08	102.97	145.14	575.94
	c) Depreciation, amortisation and impairment	134.47	162.66	178.19	662.93
	d) Other expenses	201.30	471.10	232.85	1,356.51
	Total	**1,122.70**	**1,769.21**	**1,576.71**	**6,475.73**
3	**Profit from operations before other income, finance costs and exceptional items (1-2)**	**602.47**	**200.24**	**737.37**	**1,822.31**
4	Other income	126.43	552.15	139.10	1,491.55
5	**Profit from operations before finance costs and exceptional items (3+4)**	**728.90**	**752.39**	**876.47**	**3,313.86**
6	Finance costs	558.10	629.67	591.40	2,463.25
7	**Profit from operations before exceptional items and tax (5-6)**	**170.80**	**122.72**	**285.07**	**850.61**
8	Exceptional Items (net)	(29.49)	(3.46)	5.83	(329.86)
9	**Profit from operations before tax (7+8)**	**141.31**	**119.26**	**290.90**	**520.75**
10	Tax expense*	30.19	(67.84)	91.28	(83.63)
11	**Net profit (before minority interest, share of in associates and prior period adjustments (9-10))**	**111.12**	**187.10**	**199.62**	**604.38**
12	Minority interest - share of profit/(loss)	16.64	44.35	(24.45)	56.54
13	Share of profit/ (loss) in associates	(0.14)	3.15	7.26	7.08
14	**Net profit for the period/year (before prior period adjustments)**	**127.62**	**234.60**	**182.43**	**668.00**
15	Prior period adjustments (net)	0.15	(14.92)	(1.24)	(21.79)
16	**Net profit (14+15)**	**127.77**	**219.68**	**181.19**	**646.21**
17	Paid up Equity Share Capital (face value ₹ 2 each)	356.32	356.29	355.96	356.29
18	Reserves excluding revaluation reserves	-	-	-	27,036.08
19	Basic EPS (₹) (on ₹ 2 Per share) (not annualised)	0.72	1.23	1.04	3.65
20	Diluted EPS (₹) (on ₹ 2 Per share) (not annualised)	0.72	1.23	1.04	3.64
PART II - Select information for the quarter ended June 30, 2014					
A	**PARTICULARS OF SHAREHOLDING**				
1	Public Shareholding				
	- Number of shares	44,68,19,699	44,66,48,187	44,49,74,114	44,66,48,187
	- Percentage of shareholding	25.08%	25.07%	25.00%	25.07%
2	Promoters and Promoter Group Shareholding				
	a) Pledged/Encumbered				
	Number of Shares	0	0	0	0
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.00%	0.00%	0.00%
	Percentage of Shares (as a % of the total share capital of the Company)	0.00%	0.00%	0.00%	0.00%
	b) Non-encumbered				
	Number of Shares	1,33,48,03,120	1,33,48,03,120	1,33,48,03,120	1,33,48,03,120
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the Company)	74.92%	74.93%	75.00%	74.93%

	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	8
	Disposed during the quarter	8
	Remaining unresolved at the end of the quarter	Nil

* Tax expense include deferred tax

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Notes to the Consolidated Financial Results

1. The above quarterly consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 31, 2014 and have undergone 'Limited Review' by the Statutory Auditors of the Company.

2. a) The consolidated financial results have been prepared in accordance with the principles and procedures for the preparation and presentation of consolidated accounts as set out in the Accounting Standards (AS-21, AS-23 and AS-27) notified pursuant to the Companies (Accounting Standard) Rules, 2006 read with Rule 7 of Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013.

   b) The consolidated financial results have been prepared to comply with the Accounting Standards referred to in the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013.

3. The Group is primarily engaged in the business of colonization and real estate development, which as per Accounting Standard – 17 on "Segment Reporting" notified pursuant to the Companies (Accounting Standard) Rules, 2006 read with Rule 7 of Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 is considered to be the only reportable business segment. The Group is primarily operating in India which is considered as a single geographical segment.

4 In terms of the accounting policy for revenue recognition, estimates of revenues and costs are reviewed periodically by the management and the impact of any changes in such estimates are recognized in the period in which such changes are determined.

5. In accordance with the requirements of Schedule II to the Companies Act, 2013, the Group has re-assessed the useful lives of the fixed assets (including rented buildings classified under current assets). The deprecation for the quarter is lower by ₹ 8.17 crores due to change in useful lives. Further an amount of ₹ 12.01 crores (net of deferred tax) has been adjusted to the opening balance of the retained earnings whose remaining useful life is nil as at April 01, 2014.

6. During the quarter, as per the Employee Stock Option Scheme 2006:

   a) ₹ 3.57 crores has been provided as employee benefit expenses, as the proportionate cost of 2,298,823 numbers of options outstanding as on June 30, 2014.

   b) The Company has allotted 171,512 equity shares of face value of ₹ 2/- each to the eligible employees of the Company on account of exercise of vested stock options.

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Notes to the Consolidated Financial Results

7. The Standalone financial results of the Company for the quarter and period ended June 30, 2014 are available on the Company's Website (www.dlf.in).

Key standalone financial information is given below:

(₹ in crores)

Particulars	Quarter ended			Year ended
	June 30, 2014 (Reviewed)	March 31, 2014 (Audited) #	June 30, 2013 (Reviewed)	March 31, 2014 (Audited)
Sales and other receipts	537.90	432.53	766.66	2,385.94
Profit before tax	98.31	409.83	217.36	538.49
Net profit	72.64	409.31	150.16	526.84

8. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and Diluted Earning Per Share (not annualised) in accordance with AS – 20 "Earnings per share".

9. **Certain Matters pending with Competition Commission of India and various Courts/Appellate authorities.**

a) The Competition Commission of India (CCI) on a complaint filed by the Bellaire / Park Place owners Association had passed orders dated August 12, 2011 and August 29, 2011 wherein the CCI had imposed a penalty of ₹ 630 crores on DLF, restraining DLF from formulating and imposing allegedly unfair conditions with buyers in Gurgaon and further ordered to suitably modify the alleged unfair conditions on its buyers.

The said orders of CCI were challenged by DLF on several grounds by filing appeals before the Competition Appellate Tribunal (COMPAT). The COMPAT pending hearing and till final orders had granted stay on demand of penalty of ₹ 630 Crores imposed by CCI.

COMPAT accepted the argument of DLF that since the agreements were entered into prior to coming into force section 4 of the Act, the clauses of the agreements entered in 2006-07 could not be looked into for establishing contravention of section 4 of the Act, however COMPAT held that the company is a dominant player in Gurgaon being the relevant market and has abused its dominant position in relation to certain actions which is violative of Section 4 of the Act and has accordingly upheld the penalty imposed by CCI.

COMPAT further held that CCI could not have directed modifications of the Agreement as the power to modify the agreement under Section 27 is only in relation to Section 3 and cannot be applied for any action in contravention of Section 4 of the Act.

The Company has filed an Appeal in the Supreme Court against the order dated May 19, 2014 passed by the COMPAT. The Hon'ble Supreme Court vide order dated July 18, 2014 was pleased to issue notice on the stay application returnable on August, 07, 2014 and held that no coercive step be taken against the company till next date of hearing scheduled for August, 07, 2014.

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Notes to the Consolidated Financial Results

b) As already reported, in the earlier periods, disallowance of SEZ profits u/s 80IAB of the Income Tax Act were made by the Income Tax Authorities during the assessments of the Company and its certain subsidiaries raising demands amounting to ₹ 274.41 crores for the Assessment Year 2011-12; ₹ 239.85 crores for the Assessment Year 2010-11; ₹ 1,387.13 crores for the Assessment Year 2009-10 and ₹ 1,643.41 crores for the Assessment Year 2008-09 respectively.

The Company and its respective subsidiary companies had filed appeals before the appropriate appellate authorities against these demands for the said assessment years. In certain cases partial relief has been granted by the Appellate Authorities. The Company, its respective subsidiaries and Income Tax Department has further preferred the appeals before the higher Authorities in those cases.

Based on the advice from independent tax experts and development on the appeals, the management is confident that additional tax so demanded will not be sustained on completion of the appellate proceedings and accordingly, pending the decision by the appellate authorities, no provision has been made in these consolidated financial results.

c) During the year ended March 31, 2011, the Company and two of its subsidiary companies received respective judgments from the Hon'ble High Court of Punjab and Haryana cancelling the release/ sale deed of land relating to two IT SEZ/ IT Park Projects in Gurgaon. The Company and the subsidiary companies filed Special Leave petitions (SLPs) challenging the orders in the Hon'ble Supreme Court of India.

The Hon'ble Supreme Court has admitted the matters and stayed the operation of the impugned judgments till further orders in both the cases.

Based on the advice of the independent legal counsels, the management believes that there is a reasonably strong likelihood of succeeding before the Hon'ble Supreme Court. Pending the final decisions on the above matter, no adjustment has been done in these consolidated financial results.

10. The Company has entered into a Memorandum of Understanding (MOU) dated June 30, 2014 for sale of a Project. As per the terms of the MOU, the foreseeable loss of ₹ 29.49 crores reflecting the difference between the sales consideration and carrying cost of the project is classified as an exceptional item in these financial results.

11. Hon'ble Supreme Court in the case of L&T on September 26, 2013, has upheld the decision given in case of M/s. K Raheja in 2005 that any agreement with prospective buyers prior to completion of construction will be treated as a Works Contract. Karnataka & Maharashtra states had amended their respective VAT Acts after the decision of K Raheja's case in 2005 and Delhi has amended the VAT Act vide notification issued on September 20, 2013. Except from the state of Kerala, Haryana and Punjab, the Group has not received any show cause/assessment notice from any of the states where the projects are located with respect to additional VAT liability in this regard. Further the Company's plea for impleadment with L&T case in Hon'ble Supreme Court has been allowed, which will come up for hearing before regular bench for final order in due course of time.

Moreover based on the terms of the agreement with the Buyers, management is of the opinion that in case the tax is imposed by VAT authorities, the same is recoverable from the respective buyers and do not foresee any material liability.

12. During the quarter, DLF Promenade Limited, a subsidiary of DLF Limited, has successfully placed the Commercial Mortgage Backed Security (CMBS) issuance of ₹ 375 crore, with a competitive coupon rate of 10.90% p.a. and legal maturity of 7.5 years. The CMBS issue is rated CRISIL AA (SO).

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WALKER CHANDIOK & CO LLP NEW DELHI CHARTERED ACCOUNTANTS

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Notes to the Consolidated Financial Results

13. Figures for the quarter ended March 31, 2014 represents the balancing figures between the audited figures for the full financial year ended March 31, 2014 and the published year to date limited reviewed figures for the nine month period ended December 31, 2013.

14. The previous period figures have been regrouped/ recast wherever necessary to make them comparable with those of the current period.

On behalf of the Board of Directors

T. C. Goyal
Managing Director

Place: New Delhi
Date: July 31, 2014

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WALKER CHANDIOK & CO LLP ★ NEW DELHI ★ CHARTERED ACCOUNTANTS

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IDENTIFICATION
PURPOSE ONLY

Walker Chandiok & Co LLP

Walker Chandiok & Co LLP
(Formerly Walker, Chandiok & Co)
L-41 Connaught Circus
New Delhi 110001
India

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Review Report

To the Board of Directors of DLF Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of DLF Limited ("the Company"), its subsidiaries, associates and joint ventures (collectively referred to as "the Group") for the quarter ended June 30, 2014 and the year to date results for the period April 1, 2014 to June 30, 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above and consideration of reports of other auditors, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw attention to certain matters pending with Competition Commission of India and various Courts/appellate authorities which are explained in more detail in Note 9 of the accompanying Statement. These matters are currently pending in litigations at different levels and there exists uncertainty in respect of the final resolution of these material matters. Pending the final outcome of the aforesaid matters, which is presently unascertainable, no adjustments have been made in the Statement. Our review report is not qualified in respect of these matters.

5. We did not review the interim financial statements/results of some consolidated entities, included in the Statement, whose interim financial statements/results reflect total revenues (after eliminating intra-group transactions) of ₹ 96.70 crores and net losses after tax and prior period items (after eliminating intra-group transactions) of ₹ 50.49 crores for the quarter ended June 30, 2014. These interim financial statements/results have been reviewed by other auditors whose reports have been furnished to us and our report in respect thereof is based solely on the report of such other auditors. Our review report is not qualified in respect of this matter.

6. The Statement includes the unreviewed financial results of DLF Homes Panchkula Private Limited, a subsidiary entity, which reflect total revenue (after eliminating intra-group transactions) of ₹ 30.57 crores and net profit after tax and prior period items (after eliminating intra-group transactions) of ₹ 0.05 crores for the quarter ended June 30, 2014. The financial results of subsidiary entity have been certified by the management. Our review report is not qualified in respect of this matter.

Walker Chandiok & Co LLP

For **Walker Chandiok & Co LLP**
(Formerly Walker, Chandiok & Co)
Chartered Accountants
Firm Registration No.: 001076N/N500013

per **Neeraj Sharma**
Partner
Membership No. 502103

New Delhi
July 31, 2014

DLF Limited
Regd. Office: Shopping Mall 3rd Floor, Arjun Marg, Phase I DLF City, Gurgaon - 122 022 (Haryana)

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014

₹ in crores

SL NO.	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30.06.2014 (Reviewed)	31.03.2014 (Audited) #	30.06.2013 (Reviewed)	31.03.2014 (Audited)
Part I					
1	**Income from operations**				
	Sales and other receipts	537.90	432.53	766.66	2,385.94
2	**Expenditure**				
	a) Cost of land, plots, development rights and constructed properties	142.62	144.39	174.65	634.77
	b) Employee benefits expense	24.04	26.83	25.41	108.48
	c) Depreciation, amortisation and impairment	14.88	14.94	35.80	77.98
	d) Other expenses	75.14	73.91	89.52	409.19
	Total	**256.68**	**260.07**	**325.38**	**1,230.42**
3	**Profit from operations before other income, finance costs and exceptional items (1-2)**	**281.22**	**172.46**	**441.28**	**1,155.52**
4	Other income	224.48	643.34	271.17	1,439.94
5	**Profit from operations before finance costs and exceptional items (3+4)**	**505.70**	**815.80**	**712.45**	**2,595.46**
6	Finance costs	377.90	402.59	427.09	1,666.81
7	**Profit from operations before exceptional items and tax (5-6)**	**127.80**	**413.21**	**285.36**	**928.65**
8	Exceptional items (net)	(29.49)	(3.38)	(68.00)	(390.16)
9	**Profit from operations before tax (7+8)**	**98.31**	**409.83**	**217.36**	**538.49**
10	Tax expense *	25.67	(2.31)	67.20	8.82
11	**Net profit before prior period item for the period (9-10)**	**72.64**	**412.14**	**150.16**	**529.67**
12	Prior period expense (net)	-	2.83	-	2.83
13	**Net profit (11-12)**	**72.64**	**409.31**	**150.16**	**526.84**
14	Paid up equity share capital (face value ₹ 2 each)	356.32	356.29	355.96	356.29
15	Reserves excluding revaluation reserves	-	-	-	16,284.73
16	Basic EPS (₹) (on ₹ 2 per share) (not annualised)	0.41	2.30	0.86	2.98
17	Diluted EPS (₹) (on ₹ 2 per share) (not annualised)	0.41	2.29	0.86	2.97
Part II - Select information for the quarter ended June 30, 2014					
A	**Particulars of shareholding**				
1	Public shareholding				
	- Number of shares	44,68,19,699	44,66,48,187	44,49,74,114	44,66,48,187
	- Percentage of shareholding	25.08%	25.07%	25.00%	25.07%
2	Promoters and promoter group shareholding				
	a) Pledged/ Encumbered				
	Number of Shares	-	-	-	-
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.00%	0.00%	0.00%
	Percentage of Shares (as a % of the total share capital of the Company)	0.00%	0.00%	0.00%	0.00%
	b) Non-encumbered				
	Number of Shares	1,33,48,03,120	1,33,48,03,120	1,33,48,03,120	1,33,48,03,120
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the Company)	74.92%	74.93%	75.00%	74.93%

B	**Investor Complaints**	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	8
	Disposed during the quarter	8
	Remaining unresolved at the end of the quarter	Nil

* Tax expense include deferred tax

WALKER CHANDIOK & CO LLP ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

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PURPOSE ONLY

Notes to the Standalone Financial Results

1. The above quarterly financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 31, 2014 and have undergone 'Limited Review' by the Statutory Auditors of the Company.

2. The financial results have been prepared to comply with the Accounting Standards referred to in the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013.

3. The Company is primarily engaged in the business of colonization and real estate development, which as per Accounting Standard – 17 on "Segment Reporting" notified pursuant to the Companies (Accounting Standard) Rules, 2006 read with Rule 7 of Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 is considered to be the only reportable business segment. The Company is primarily operating in India which is considered as a single geographical segment.

4 In terms of the accounting policy for revenue recognition, estimates of revenues and costs are reviewed periodically by the management and the impact of any changes in such estimates are recognized in the period in which such changes are determined.

5. In accordance with the requirements of Schedule II to the Companies Act, 2013, the Company has re-assessed the useful lives of the fixed assets (including rented buildings classified under current assets). The deprecation for the quarter is higher by ₹ 3.10 crores due to change in useful lives. Further an amount of ₹ 5.39 crores (net of deferred tax) has been adjusted to the opening balance of the retained earnings whose remaining useful life is nil as at April 01, 2014.

6. During the quarter, as per the Employee Stock Option Scheme 2006:

   a) ₹ 3.57 crores has been provided as employee benefit expenses, as the proportionate cost of 2,298,823 numbers of options outstanding as on June 30, 2014.

   b) The Company has allotted 171,512 equity shares of face value of ₹ 2/- each to the eligible employees of the Company on account of exercise of vested stock options.

7. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and Diluted Earning Per Share (not annualised) in accordance with AS – 20 "Earnings per share".

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NEW DELHI
CHARTERED ACCOUNTANTS

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8. **Certain matters pending with Competition Commission of India and various Courts/ Appellate authorities.**

a) The Competition Commission of India (CCI) on a complaint filed by the Belaire / Park Place owners Association had passed orders dated August 12, 2011 and August 29, 2011 wherein the CCI had imposed a penalty of ₹ 630 crores on DLF, restraining DLF from formulating and imposing allegedly unfair conditions with buyers in Gurgaon and further ordered to suitably modify the alleged unfair conditions on its buyers.

The said orders of CCI were challenged by DLF on several grounds by filing appeals before the Competition Appellate Tribunal (COMPAT). The COMPAT pending hearing and till final orders had granted stay on demand of penalty of ₹ 630 Crores imposed by CCI.

COMPAT accepted the argument of DLF that since the agreements were entered into prior to coming into force section 4 of the Act, the clauses of the agreements entered in 2006-07 could not be looked into for establishing contravention of section 4 of the Act, however COMPAT held that the company is a dominant player in Gurgaon being the relevant market and has abused its dominant position in relation to certain actions which is violative of Section 4 of the Act and has accordingly upheld the penalty imposed by CCI.

COMPAT further held that CCI could not have directed modifications of the Agreement as the power to modify the agreement under Section 27 is only in relation to Section 3 and cannot be applied for any action in contravention of Section 4 of the Act.

The Company has filed an Appeal in the Supreme Court against the order dated May 19, 2014 passed by the COMPAT. The Hon'ble Supreme Court vide order dated July 18, 2014 was pleased to issue notice on the stay application returnable on August, 07, 2014 and held that no coercive step be taken against the company till next date of hearing scheduled for August, 07, 2014.

b) As already reported, in the earlier period(s), disallowance of SEZ profits u/s 80IAB of the Income Tax Act, 1961 were made by the Income Tax Authorities in the Assessment of the Company raising demands amounting to ₹ 73.09 crores for the assessment year 2011-12; ₹ 355.24 crores for the assessment year 2009-10 and ₹ 487.23 crores for assessment year 2008-09 respectively.

The Company had filed appeals before the appropriate appellate authorities against the said assessment orders. In certain cases, relief has been granted by the CIT (Appeals). The Income Tax Department further preferred the appeals before the ITAT in those cases.

Based on the advice from independent tax experts and the development on the appeals, the management is confident that additional tax so demanded will not be sustained on completion of the appellate proceedings and accordingly, pending the decision by the appellate authorities, no provision has been made in these financial results.

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WALKER CHANDIOK & CO LLP
NEW DELHI
CHARTERED ACCOUNTANTS

Notes to the Standalone Financial Results

c) During the year ended March 31, 2011, the Company received respective judgments from the Hon'ble High Court of Punjab and Haryana cancelling the release/ sale deed of land relating to IT SEZ Project in Gurgaon. The Company filed Special Leave petitions (SLP) challenging the orders in the Hon'ble Supreme Court of India.

The Hon'ble Supreme Court has admitted the matter and stayed the operation of the impugned judgments till further orders.

Based on the advice of the independent legal counsels, the management believes that there is a reasonably strong likelihood of succeeding before the Hon'ble Supreme Court. Pending the final decisions on the above matter, no adjustment has been done in these financial results.

9. The Company has entered into a Memorandum of Understanding (MOU) dated June 30, 2014 for sale of a Project. As per the terms of the MOU, the foreseeable loss of ₹ 29.49 crores reflecting the difference between the sales consideration and carrying cost of the project is classified as an exceptional item in these financial results.

10. Hon'ble Supreme Court in the case of L&T on September 26, 2013, has upheld the decision given in case of M/s. K Raheja in 2005 that any agreement with prospective buyers prior to completion of construction will be treated as a Works Contract. Karnataka & Maharashtra states had amended their respective VAT Acts after the decision of K Raheja's case in 2005 and Delhi has amended the VAT Act vide notification issued on September 20, 2013. Except from the state of Kerala, Haryana and Punjab, the Group has not received any show cause/assessment notice from any of the states where the projects are located with respect to additional VAT liability in this regard. Further the Company's plea for impleadment with L&T case in Hon'ble Supreme Court has been allowed, which will come up for hearing before regular bench for final order in due course of time.

Moreover based on the terms of the agreement with the buyers, management is of the opinion that in case the tax is imposed by VAT authorities, the same is recoverable from the respective buyers and do not foresee any material liability.

11. Figures for the quarter ended March 31, 2014 represents the balancing figures between the audited figures for the full financial year ended March 31, 2014 and the published year to date limited reviewed figures for the nine month period ended December 31, 2013.

12. The previous period figures have been regrouped/ recast wherever necessary to make them comparable with those of the current period.

On behalf of the Board of Directors

T. C. Goyal
Managing Director

Place: New Delhi
Date: July 31, 2014

SIGNED FOR IDENTIFICATION PURPOSE ONLY

WALKER CHANDIOK & CO LLP
NEW DELHI
CHARTERED ACCOUNTANTS

SIGNED FOR
IDENTIFICATION
PURPOSES

Walker Chandiok & Co LLP

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Review Report

To the Board of Directors of DLF Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the 'Statement") of DLF Limited ("the Company") for the quarter ended June 30, 2014, and the year to date results for the period April 1, 2014 to June 30, 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw attention to certain matters pending with Competition Commission of India and various Courts/appellate authorities which are explained in more detail in Note 8 of the accompanying Statement. These matters are currently pending in litigations at different levels and there exists uncertainty in respect of the final resolution of these material matters. Pending the final outcome of the aforesaid matters, which is presently unascertainable, no adjustments have been made in the Statement. Our review report is not qualified in respect of these matters.

Walker Chandiok & Co LLP

For **Walker Chandiok & Co LLP**
(Formerly Walker, Chandiok & Co)
Chartered Accountants
Firm Registration No.: 001076N/N500013

per **Neeraj Sharma**
Partner
Membership No. 502103

New Delhi
July 31, 2014