

# Deloitte Haskins & Sells LLP

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## INDEPENDENT AUDITORS' REVIEW REPORT

### TO THE BOARD OF DIRECTORS OF

#### IDFC LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **IDFC LIMITED** ("the Company"), and its subsidiaries (the Company and its subsidiaries constitute "the Group") and its share of the profit of its associates for the Quarter ended June 30, 2014 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 7 below. 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 of the Statement 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. The Statement includes the results of the following entities:

**Subsidiaries:** IDFC Alternatives Limited, IDFC Finance Limited, IDFC Primary Dealership Company Limited, IDFC Projects Limited, IDFC Securities Limited, IDFC Project Equity Company Limited, IDFC Investment Advisors Limited, IDFC Trustee Company Limited, IDFC Asset Management Company Limited, IDFC AMC Trustee Company Limited, IDFC Housing Finance Company Limited, IDFC Infra Debt Fund Limited, IDFC Capital (Singapore) Pte. Limited - Singapore, IDFC Securities (Singapore) Pte. Limited - Singapore, IDFC Fund of Funds Limited - Guernsey, IDFC Capital (USA) Inc. - USA and IDFC Investment Managers (Mauritius) Limited - Mauritius.

**Associates:** Feedback Infra Private Limited and Jetpur Somnath Tollways Private Limited.

# Deloitte Haskins & Sells LLP

4. We did not review the interim financial results of three subsidiaries included in the consolidated financial results, whose interim financial results reflect total revenues of ₹ 7,194 lakhs for the Quarter ended June 30, 2014, and total net profit after tax of ₹ 2,492 lakhs for the Quarter ended June 30, 2014, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of loss after tax of ₹ 1 lakh for the Quarter ended June 30, 2014, as considered in the consolidated financial results, in respect of one associate, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate is based solely on the reports of the other auditors.
5. The consolidated financial results includes the interim financial results of five subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of ₹ 168 lakhs for the Quarter ended June 30, 2014, and total net loss after tax of ₹ 117 lakhs for the Quarter ended June 30, 2014, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of profit after tax of ₹ 31 lakhs for the Quarter ended June 30, 2014, as considered in the consolidated financial results, in respect of one associate, based on its interim financial results which have not been reviewed by its auditor.
6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above and except for the possible effects of the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges from the details furnished by the management and the particulars relating to the investor complaints disclosed in Part II - Select Information for the Quarter

ended June 30, 2014 of the Statement, from the details furnished by the Registrars. We are informed that there is no promoter or promoter group of the Company.

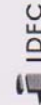
For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

*P. R. Ramesh*

P. R. Ramesh  
Partner  
(Membership No. 70928)

CHENNAI, 29<sup>th</sup> July, 2014  
PRR/PG/SCR/2014-15

IDFC Limited



PART I - Statement of unaudited consolidated financial results for the quarter ended June 30, 2014

| Particulars                                                                                           | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed)<br>(see note 7) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
|-------------------------------------------------------------------------------------------------------|-------------------------------------------|-----------------------------------------------------------|-------------------------------------------|---------------------------------------|
|                                                                                                       | (₹ in lakhs)                              | (₹ in lakhs)                                              | (₹ in lakhs)                              | (₹ in lakhs)                          |
| 1 Income from operations                                                                              | 211821                                    | 220220                                                    | 223439                                    | 876139                                |
| (a) Income from operations                                                                            | 431                                       | 274                                                       | 361                                       | 1065                                  |
| (b) Other operating income                                                                            | 212252                                    | 220494                                                    | 223078                                    | 877204                                |
| Total Income from operations                                                                          |                                           |                                                           |                                           |                                       |
| 2 Expenses                                                                                            | 7636                                      | 6444                                                      | 6852                                      | 28828                                 |
| (a) Employee benefits expense                                                                         | 5632                                      | 6437                                                      | 6230                                      | 22456                                 |
| (b) Other expenses                                                                                    | 20033                                     | 48254                                                     | 5917                                      | 60830                                 |
| (c) Provisions and contingencies                                                                      | (7967)                                    | 759                                                       | 762                                       | 3096                                  |
| (d) Depreciation and amortisation expense (see note 5)                                                | 25604                                     | 61894                                                     | 19761                                     | 117210                                |
| Total Expenses                                                                                        | 186358                                    | 158600                                                    | 210039                                    | 759994                                |
| 3 Profit from operations before other income, finance costs and exceptional items (1-2)               | 6603                                      | 1463                                                      | 57                                        | 1795                                  |
| 4 Other income                                                                                        | 193021                                    | 160063                                                    | 210096                                    | 761769                                |
| 5 Profit from ordinary activities before finance costs and exceptional items (3+4)                    | 133026                                    | 124931                                                    | 127752                                    | 505524                                |
| 6 Finance costs                                                                                       | -                                         | -                                                         | -                                         | -                                     |
| 7 Exceptional items                                                                                   | 62815                                     | 35132                                                     | 82344                                     | 256265                                |
| 8 Profit from ordinary activities before tax (5-6+7)                                                  | 14100                                     | 8475                                                      | 26271                                     | 73846                                 |
| 9 Tax expense (net) (see note 5)                                                                      | 48605                                     | 28657                                                     | 56073                                     | 182419                                |
| 10 Net profit from ordinary activities after tax (8-9)                                                | -                                         | -                                                         | -                                         | -                                     |
| 11 Extraordinary items (net of tax)                                                                   | 48605                                     | 28657                                                     | 56073                                     | 182419                                |
| 12 Net profit after tax before share of minority interest and share of profit from associates (10+11) | 48605                                     | 28657                                                     | 56073                                     | 182419                                |
| 13 Share of profit from associates (equity method)                                                    | 30                                        | 59                                                        | 27                                        | 201                                   |
| 14 Share of minority interest                                                                         | 511                                       | 922                                                       | 369                                       | 2352                                  |
| 15 Net Profit after tax, share of minority interest and share of profit of associates (12+13+14)      | 48174                                     | 25794                                                     | 55731                                     | 180268                                |
| 16 Paid-up equity share capital (see note 3)                                                          | 151603                                    | 151603                                                    | 151499                                    | 151029                                |
| 17 Reserves excluding revaluation reserves                                                            |                                           |                                                           |                                           | 1352402                               |
| (Face value ₹ 10/- each)                                                                              |                                           |                                                           |                                           |                                       |
| 18 Earnings per share                                                                                 |                                           |                                                           |                                           |                                       |
| (of ₹ 10/- each) (not annualised)                                                                     |                                           |                                                           |                                           |                                       |
| (a) Basic (₹) (see note 3)                                                                            | 3.18                                      | 1.70                                                      | 3.68                                      | 11.89                                 |
| (b) Diluted (₹) (see note 3)                                                                          | 3.17                                      | 1.70                                                      | 3.66                                      | 11.88                                 |

*See*

## PART I - Select information for the quarter ended June 30, 2014

| Particulars                                                        | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
|--------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|---------------------------------------|
| (A) Particulars of shareholding                                    |                                           |                                           |                                           |                                       |
| Public shareholding                                                | 1516832080                                | 1516280251                                | 1514091277                                | 1516280251                            |
| - Number of shares                                                 | 100%                                      | 100%                                      | 100%                                      | 100%                                  |
| - Percentage of shareholding                                       |                                           |                                           |                                           |                                       |
| Promoters & promoter group shareholding                            | NA                                        | NA                                        | NA                                        | NA                                    |
| (a) Promoter group shareholding                                    | NA                                        | NA                                        | NA                                        | NA                                    |
| - Number of shares                                                 |                                           |                                           |                                           |                                       |
| - Percentage of shares                                             |                                           |                                           |                                           |                                       |
| (as a % of the total shareholding of promoters and promoter group) |                                           |                                           |                                           |                                       |
| (as a % of the total share capital of the Company)                 |                                           |                                           |                                           |                                       |
| (b) Non-promoter shareholding                                      | NA                                        | NA                                        | NA                                        | NA                                    |
| - Number of shares                                                 |                                           |                                           |                                           |                                       |
| - Percentage of shares                                             |                                           |                                           |                                           |                                       |
| (as a % of the total shareholding of promoters and promoter group) |                                           |                                           |                                           |                                       |
| - Percentage of shares                                             |                                           |                                           |                                           |                                       |
| (as a % of the total share capital of the Company)                 |                                           |                                           |                                           |                                       |

## (B) Investor complaints for the quarter ended June 30, 2014

- 1 Shareholders' complaints :
- No. of complaints pending at the beginning of the quarter Nil
- No. of complaints received during the quarter 71
- No. of complaints disposed off during the quarter 71
- No. of complaints remaining unresolved at the end of the quarter Nil
- 2 Infrastructure retail bondholders' complaints :
- No. of complaints pending at the beginning of the quarter Nil
- No. of complaints received during the quarter 3570
- No. of complaints disposed off during the quarter 3570
- No. of complaints remaining unresolved at the end of the quarter Nil

## 1 The disclosure in terms of Accounting Standard 17 on 'Segment Reporting' as notified under the Companies (Accounting Standards) Rules, 2006.

| Particulars                                             | Consolidated                              |                                           |                                           |                                       |
|---------------------------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|---------------------------------------|
|                                                         | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
| Segment revenue                                         | 200004                                    | 204303                                    | 218379                                    | 830489                                |
| Financing                                               | 12338                                     | 16211                                     | 11443                                     | 49605                                 |
| Others *                                                | 212342                                    | 220514                                    | 229822                                    | 880094                                |
| Less: Inter segment revenue                             | (90)                                      | (20)                                      | (22)                                      | (2890)                                |
| Income from operations                                  | 212252                                    | 220494                                    | 229800                                    | 877204                                |
| Segment results                                         |                                           |                                           |                                           |                                       |
| Financing                                               | 51018                                     | 26804                                     | 78503                                     | 235594                                |
| Others *                                                | 5143                                      | 7735                                      | 3838                                      | 20065                                 |
| Unallocated                                             | 6654                                      | 593                                       | 3                                         | 606                                   |
| Profit before tax                                       | 62815                                     | 35132                                     | 82344                                     | 256265                                |
| Capital employed (Segment assets - Segment liabilities) |                                           |                                           |                                           |                                       |
| Financing                                               | 1315296                                   | 1276198                                   | 1230551                                   | 1276198                               |
| Others *                                                | 154629                                    | 150552                                    | 145572                                    | 150552                                |
| Unallocated                                             | 87199                                     | 81309                                     | 52141                                     | 81309                                 |
| Total Capital employed                                  | 1557124                                   | 1508059                                   | 1428264                                   | 1508059                               |

\* Others comprise asset management, investment banking and institutional broking.

## 2 The analytical ratios and key data relating to stand-alone results of IDFC Limited are as under:

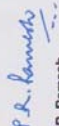
| Particulars                           | Stand-alone                               |                                           |                                           |                                       |
|---------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|---------------------------------------|
|                                       | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
| (i) Capital adequacy ratio            | 23.92%                                    | 22.32%                                    | 23.27%                                    | 22.32%                                |
| (ii) Earnings per share (EPS)         | 2.96                                      | 1.40                                      | 3.40                                      | 11.22                                 |
| (iii) Return on Assets (ROA)          | 2.96                                      | 1.40                                      | 3.38                                      | 11.21                                 |
| (iv) NPAs Ratio (note 4)              | 94238                                     | 33298                                     | 18167                                     | 33298                                 |
| (v) Amount of gross NPA               | 22887                                     | 22063                                     | 11946                                     | 22063                                 |
| (vi) % of gross NPA to gross advances | 0.64%                                     | 0.56%                                     | 0.32%                                     | 0.56%                                 |
| (vii) % of net NPA to gross advances  | 0.43%                                     | 0.37%                                     | 0.20%                                     | 0.37%                                 |

| Particulars                                                                                                            | Standalone                                |                                                           |                                           |                                       |
|------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|-----------------------------------------------------------|-------------------------------------------|---------------------------------------|
|                                                                                                                        | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed)<br>(see note 7) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
| (iv) Return on assets (annualised)                                                                                     | 2.37%                                     | 1.17%                                                     | 2.81%                                     | 2.32%                                 |
| (v) Turnover (Total income from operations)*                                                                           | 197342                                    | 201830                                                    | 213804                                    | 821421                                |
| (vi) Profit before tax *                                                                                               | 56511                                     | 27011                                                     | 75354                                     | 235819                                |
| (vii) Profit after tax *                                                                                               | 44907                                     | 21304                                                     | 51454                                     | 170112                                |
| * Income from operations for the year ended March 31, 2014 include dividend from subsidiary companies of ₹ 2807 lakhs. |                                           |                                                           |                                           |                                       |

- 3 During the quarter ended June 30, 2014, the Company issued 545829 equity shares of face value of ₹ 10 each pursuant to exercise of stock options by employees under the employee stock option scheme.
- 4 The disclosures for NPA referred to point 2 (iii) above correspond to non performing advances.
- 5 Having regard to the Part C of Schedule II of the Companies Act, 2013, during the quarter ended June 30, 2014, the Group has reviewed its policy of providing for depreciation on its tangible fixed assets and also reassessed their useful lives. On and from April 1, 2014, the straight line method is being used to depreciate all classes of tangible fixed assets. Previously, straight line method was used for depreciating certain office equipment and leasehold improvements while other tangible fixed assets were depreciated using written down value method.
- As a result of the change, the charge on account of depreciation for the quarter ended June 30, 2014 is lower by ₹ 8774 lakhs (including writback of depreciation of ₹ 8471 lakhs up to March 31, 2014) as compared to the method used and useful lives estimated in earlier periods. Consequently, deferred tax liability of ₹ 1741 lakhs (including deferred tax liability of ₹ 1648 lakhs up to March 31, 2014) has been created on account of depreciation timing differences, resulting in a net increase of ₹ 7033 lakhs (including ₹ 6823 lakhs up to March 31, 2014) in profit after tax for the quarter.
- 6 The above results were reviewed by the Audit Committee and approved by the Board of Directors and have been subjected to a "Limited Review" by the Statutory Auditors.
- 7 The figures for the quarter ended March 31, 2014 are the balancing figures between audited figures of the full financial year 2013-14 and the published year to date figures up to the nine months ended December 31, 2013.
- 8 The standalone financial results are available on the Company's website ([www.idfc.com](http://www.idfc.com)) and on the websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).
- 9 The figures for the previous periods / year have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached.

For Deloitte Haskins & Sells LLP

  
**P.R. Ramesh**  
 Partner  
 Chennai, July 29, 2014

For and on behalf of the Board

  
**Vikram Limaye**  
 Managing Director & CEO

## Deloitte Haskins & Sells LLP

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### INDEPENDENT AUDITORS' REVIEW REPORT

#### TO THE BOARD OF DIRECTORS OF

#### IDFC LIMITED

- We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **IDFC LIMITED** ("the Company") for the Quarter ended June 30, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. 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.
- We conducted our review of the Statement 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.
- Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
- Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges from the details furnished by the management and the particulars relating to the investor complaints disclosed in Part II - Select Information for the Quarter

**Deloitte  
Haskins & Sells LLP**

ended June 30, 2014 of the Statement, from the details furnished by the Registrars. We are informed that there is no promoter or promoter group of the Company.

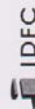
For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

*P. R. Ramesh*

P. R. Ramesh  
Partner  
(Membership No. 70928)

CHENNAI, 29<sup>th</sup> July, 2014  
PRR/PG/SCR/2014-15

IDFC Limited



PART I - Statement of unaudited standalone financial results for the quarter ended June 30, 2014

| Particulars                                                                             | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed)<br>(see note 9) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
|-----------------------------------------------------------------------------------------|-------------------------------------------|-----------------------------------------------------------|-------------------------------------------|---------------------------------------|
| 1 Income from operations                                                                | 196911                                    | 201556                                                    | 213443                                    | 820056                                |
| (a) Income from operations (see note 1)                                                 | 431                                       | 274                                                       | 361                                       | 1065                                  |
| (b) Other operating income                                                              | 197342                                    | 201830                                                    | 213804                                    | 821421                                |
| 2 Total income from operations                                                          | 3721                                      | 1882                                                      | 3148                                      | 12900                                 |
| Expenses                                                                                |                                           |                                                           |                                           |                                       |
| (a) Employee benefits expense                                                           | 2316                                      | 2148                                                      | 2356                                      | 8466                                  |
| (b) Other expenses                                                                      | 20178                                     | 48266                                                     | 5913                                      | 62883                                 |
| (c) Provisions and contingencies                                                        | (7499)                                    | 599                                                       | 602                                       | 2429                                  |
| (d) Depreciation and amortisation expense (see note 3)                                  | 18716                                     | 52915                                                     | 12019                                     | 86678                                 |
| Total expenses                                                                          | 178626                                    | 148915                                                    | 201785                                    | 734743                                |
| 3 Profit from operations before other income, finance costs and exceptional items (1-2) | 6675                                      | 1374                                                      | 49                                        | 1772                                  |
| 4 Other income (see note 2)                                                             | 185201                                    | 150289                                                    | 201834                                    | 736515                                |
| 5 Profit from ordinary activities before finance costs and exceptional items (3+4)      | 128690                                    | 123278                                                    | 126480                                    | 500696                                |
| 6 Finance costs                                                                         |                                           |                                                           |                                           |                                       |
| 7 Exceptional items                                                                     | 56511                                     | 27011                                                     | 75354                                     | 235819                                |
| 8 Profit from ordinary activities before tax (5-6+7)                                    | 11604                                     | 5707                                                      | 23900                                     | 65707                                 |
| 9 Tax expense (net) (see note 3)                                                        | 44907                                     | 21304                                                     | 51454                                     | 170112                                |
| 10 Net profit from ordinary activities after tax (8-9)                                  | 44907                                     | 21304                                                     | 51454                                     | 170112                                |
| 11 Extraordinary items (net of tax)                                                     | 44907                                     | 21304                                                     | 51454                                     | 170112                                |
| 12 Net profit after tax (10+11)                                                         | 151683                                    | 151629                                                    | 151629                                    | 151629                                |
| 13 Paid-up equity share capital (see note 5)<br>(Face value ₹ 10/- each)                |                                           |                                                           |                                           | 1319066                               |
| 14 Reserves excluding revaluation reserves                                              |                                           |                                                           |                                           | 22326                                 |
| 15 Analytical ratios                                                                    |                                           |                                                           |                                           |                                       |
| (i) Capital adequacy ratio                                                              | 23.92%                                    | 22.32%                                                    | 23.27%                                    | 22.32%                                |
| (ii) Earnings per share (of ₹ 10/- each) (not annualised)                               |                                           |                                                           |                                           |                                       |
| (a) Basic (₹) (see note 5)                                                              | 2.96                                      | 1.40                                                      | 3.40                                      | 11.22                                 |
| (b) Diluted (₹) (see note 5)                                                            | 2.96                                      | 1.40                                                      | 3.38                                      | 11.21                                 |
| (iii) NPA Ratio (see note 6)                                                            |                                           |                                                           |                                           |                                       |
| (a) Amount of gross NPA                                                                 | 34238                                     | 33298                                                     | 18167                                     | 33298                                 |
| (b) Amount of net NPA                                                                   | 22887                                     | 22056                                                     | 11246                                     | 22058                                 |
| (c) % of gross NPA to gross advances                                                    | 0.64%                                     | 0.56%                                                     | 0.32%                                     | 0.32%                                 |
| (d) % of NPA to net advances                                                            | 0.43%                                     | 0.37%                                                     | 0.20%                                     | 0.37%                                 |
| (iv) Return on assets (annualised)                                                      | 2.37%                                     | 1.17%                                                     | 2.81%                                     | 2.32%                                 |

## PART II - Select information for the quarter ended June 30, 2014

| Particulars                                                       | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
|-------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|---------------------------------------|
| (A) Particulars of shareholding                                   |                                           |                                           |                                           |                                       |
| Public shareholding                                               |                                           |                                           |                                           |                                       |
| - Number of shares                                                | 1516832080                                | 1516286251                                | 1514991277                                | 1516286251                            |
| - Percentage of shareholding                                      | 100%                                      | 100%                                      | 100%                                      | 100%                                  |
| Promoters & promoter group shareholding                           |                                           |                                           |                                           |                                       |
| (a) Pledged/unencumbered                                          |                                           |                                           |                                           |                                       |
| - Number of shares                                                | NA                                        | NA                                        | NA                                        | NA                                    |
| - Percentage of shares                                            | NA                                        | NA                                        | NA                                        | NA                                    |
| (as a % of the total shareholding of promoter and promoter group) |                                           |                                           |                                           |                                       |
| - Percentage of shares                                            | NA                                        | NA                                        | NA                                        | NA                                    |
| (as a % of the total share capital of the Company)                |                                           |                                           |                                           |                                       |
| (b) Non-encumbered                                                |                                           |                                           |                                           |                                       |
| - Number of shares                                                | NA                                        | NA                                        | NA                                        | NA                                    |
| - Percentage of shares                                            | NA                                        | NA                                        | NA                                        | NA                                    |
| (as a % of the total shareholding of promoter and promoter group) |                                           |                                           |                                           |                                       |
| - Percentage of shares                                            | NA                                        | NA                                        | NA                                        | NA                                    |
| (as a % of the total share capital of the Company)                |                                           |                                           |                                           |                                       |

## [B] Investor complaints for the quarter ended June 30, 2014

|                                                                  |  |      |  |  |
|------------------------------------------------------------------|--|------|--|--|
| 1 Shareholders' complaints :                                     |  |      |  |  |
| No. of complaints pending at the beginning of the quarter        |  | Nil  |  |  |
| No. of complaints received during the quarter                    |  | 71   |  |  |
| No. of complaints disposed off during the quarter                |  | 71   |  |  |
| No. of complaints remaining unresolved at the end of the quarter |  | Nil  |  |  |
| 2 Infrastructure retail bondholders' complaints :                |  |      |  |  |
| No. of complaints pending at the beginning of the quarter        |  | Nil  |  |  |
| No. of complaints received during the quarter                    |  | 3570 |  |  |
| No. of complaints disposed off during the quarter                |  | 3570 |  |  |
| No. of complaints remaining unresolved at the end of the quarter |  | Nil  |  |  |

## IDFC Limited

## Notes:

- 1 Income from operations for the year ended March 31, 2014 include dividend from subsidiary companies of ₹ 2807 lakhs.
- 2 Other income for the year ended March 31, 2014 includes profit of ₹ 68 lakhs on sale of 49.99% stake in IDFC Pension Fund Management Company Limited, to IDFC Securities Limited, a subsidiary of the Company.

- 3 Having regard to the Part C of Schedule II of the Companies Act, 2013 during the quarter ended June 30, 2014, the Company has reviewed its policy of providing for depreciation on its tangible fixed assets and also reassessed their useful lives. On and from April 1, 2014, the straight line method is being used to depreciate all classes of tangible fixed assets. Previously, straight line method was used for depreciating certain office equipment and leasehold improvements while other tangible fixed assets were depreciated using written down value method.

As a result of the change, the charge on account of depreciation for the quarter ended June 30, 2014 is lower by ₹ 8040 lakhs (including writback of depreciation of ₹ 7887 lakhs up to March 31, 2014) as compared to the method used and useful lives estimated in earlier periods. Consequently, deferred tax liability of ₹ 1491 lakhs (including deferred tax liability of ₹ 1449 lakhs up to March 31, 2014) has been created on account of depreciation timing differences, resulting in a net increase of ₹ 6549 lakhs (including ₹ 6438 lakhs up to March 31, 2014) in profit after tax for the quarter.

- 4 The Company's main business is financing by way of loans. All other activities revolve around the main business. As such, there are no reportable segments as per Accounting Standard 17 on 'Segment Reporting' as notified under the Companies (Accounting Standards) Rules, 2006.

- 5 During the quarter ended June 30, 2014, the Company issued 545829 equity shares of face value of ₹ 10 each pursuant to exercise of stock options by employees under the employee stock option scheme.

- 6 The disclosures for NPA referred to point 15 (iii) above correspond to non performing advances.

- 7 Key data relating to the consolidated results of IDFC Limited are as under:

| Particulars                  | Quarter ended<br>30.06.2014<br>(Reviewed) | Quarter ended<br>31.03.2014<br>(Reviewed)<br>(see note 9) | Quarter ended<br>30.06.2013<br>(Reviewed) | Year ended<br>31.03.2014<br>(Audited) |
|------------------------------|-------------------------------------------|-----------------------------------------------------------|-------------------------------------------|---------------------------------------|
| Total Income from operations | 212252                                    | 220494                                                    | 228600                                    | 877204                                |
| Net profit after tax         | 48174                                     | 25794                                                     | 55731                                     | 160268                                |
| Earnings per share           |                                           |                                                           |                                           |                                       |
| (a) Basic (₹)                | 3.18                                      | 1.70                                                      | 3.68                                      | 11.89                                 |
| (b) Diluted (₹)              | 3.17                                      | 1.70                                                      | 3.66                                      | 11.88                                 |

- 8 The above results were reviewed by the Audit Committee and approved by the Board of Directors and have been subjected to a "Limited Review" by the Statutory Auditors.

9 The figures for the quarter ended March 31, 2014 are the balancing figures between audited figures of the full financial year 2013-14 and the published year to date figures up-to the nine months ended December 31, 2013.

10 The figures for the previous periods / year have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached.

For Deloitte Haskins & Sells LLP



P.R. Ramesh  
Partner

Chennai, July 29, 2014

For and on behalf of the Board



Vikram Limaye  
Managing Director & CEO