October 25, 2016

The Manager – Listing Department
National Stock Exchange of India Limited
Bandra-Kurla-Complex, Bandra (East)
Mumbai - 400 051
NSE Scrip Code: IDFCBANK

The Manager – Listing Department
BSE Limited
1st Floor, P.J. Towers, Dalal Street,
Mumbai - 400 001
BSE Scrip Code: 539437

Dear Sirs,

Sub: Outcome of 18th Board Meeting of IDFC Bank Limited

Please find enclosed a copy of the Unaudited Financial Results (subjected to limited review by Statutory Auditors) of IDFC Bank Limited for the quarter and half year ended September 30, 2016 reviewed by the Audit Committee and approved by the Board of Directors of the Bank on October 25, 2016 together with a certified true copy of the Limited Review Report issued by the Statutory Auditors of the Bank, Deloitte Haskins & Sells, Chartered Accountants on the aforesaid Unaudited Financial Results.

The Board Meeting commenced at 2.30 p.m. and concluded at 4.00 p.m.

Kindly take note of the same.

Thanking you,

Yours faithfully,
For IDFC Bank Limited

IDFC BANK LIMITED MUMBAI

Mahendra N. Shah
Company Secretary

Encl.: As above

Deloitte
Haskins & Sells

Chartered Accountants
19th Floor, Shapath-V
S. G. Highway
Ahmedabad - 380 015
Gujarat, India

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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF
IDFC BANK LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **IDFC BANK LIMITED** ("the Bank") for the Quarter and Half year ended September 30, 2016 ("the Statement"), being prepared and submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, except for the matters set out in paragraph 5 below. This Statement which is the responsibility of the Bank's Management and approved by the Bank's Board of Directors, has been prepared in accordance with the accounting principles generally accepted in India along with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 in so far as they apply to the banks and circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time. 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 Bank's 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 of the results for Quarter and Half year ended September 30, 2016 conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standard along with the other accounting principles generally accepted in India in so far as they apply to banks, and circulars and guidelines issued by the RBI from time to time, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or have not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters.

4. As referred to in Note 3 to the Statement, the Bank commenced its banking operations and business effective October 1, 2015. The financial results for the year ended March 31, 2016 include the financial performance of IDFC Bank Limited as a bank for the period of Half year (October 1, 2015 to March 31, 2016). Accordingly, the financial results for the Quarter and Half year ended September 30, 2016 are not comparable with financial results for the Quarter and Half year ended September 30, 2015.

   Our Conclusion is not modified in respect of this matter.

Deloitte
Haskins & Sells

5. The "Pillar 3 disclosures, the leverage ratio and the liquidity coverage ratio under Basel III Capital Regulation" as set out in Note 8 of the accompanying Statement have not been subjected to our review.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117365W)

Kalpesh J. Mehta
Partner
(Membership No. 48791)

MUMBAI, 25th October, 2016
KJM/PG/PPA

IDFC Bank Limited

Registered Office: KRM Towers, 8th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamilnadu

CIN : U65110TN2014PLC097792

Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2016

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended 30.09.2016	Quarter ended 30.06.2016	Quarter ended 30.09.2015 (refer note 3)	Half year ended 30.09.2016	Half year ended 30.09.2015 (refer note 3)	Year ended 31.03.2016 (refer note 3)
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a)+(b)+(c)+(d)	208300.38	197545.31	4419.98	405845.69	4419.98	364883.24
	(a) Interest/discount on advances/bills	126760.87	126923.58	-	253684.45	-	235141.36
	(b) Income on investments	78461.81	68778.17	4419.98	147239.98	4419.98	123428.18
	(c) Interest on balances with Reserve Bank of India and other inter- bank funds	435.08	104.07	-	539.15	-	729.94
	(d) Others	2642.62	1739.49	-	4382.11	-	5583.76
2	Other Income (refer note 5)	41012.91	21282.70	4760.66	62295.61	4760.66	40319.74
3	TOTAL INCOME (1+2)	249313.29	218828.01	9180.64	468141.30	9180.64	405202.98
4	Interest Expended	158740.64	147657.48	-	306398.12	-	280150.25
5	Operating Expenses (i) + (ii) + (iii) + (iv) + (v)	32340.56	27683.47	59.08	60024.03	60.29	51058.16
	(i) Employees cost	14974.28	13157.98	-	28132.26	-	25662.75
	(ii) Rent, taxes and lighting	2862.38	2866.37	-	5728.75	-	5619.23
	(iii) Professional fees	3951.77	3159.07	-	7110.84	-	6190.30
	(iv) Depreciation on bank's property	3237.97	2776.98	-	6014.95	-	4074.53
	(v) Other operating expenses	7314.16	5723.07	59.08	13037.23	60.29	9511.35
6	TOTAL EXPENDITURE (4+5) (Excluding Provisions and Contingencies)	191081.20	175340.95	59.08	366422.15	60.29	331208.41
7	Operating Profit (3–6) (Profit Before Provisions and Contingencies)	58232.09	43487.06	9121.56	101719.15	9120.35	73994.57
8	Provisions (other than tax) and Contingencies (Net)	2234.03	2360.81	-	4594.84	-	2418.26
9	Exceptional Items	-	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7–8–9)	55998.06	41126.25	9121.56	97124.31	9120.35	71576.31
11	Tax Expense	17221.77	14650.00	3157.95	31871.77	3157.95	24890.97
12	Net Profit from Ordinary Activities after tax (10–11)	38776.29	26476.25	5963.61	65252.54	5962.40	46685.34
13	Extraordinary Items (Net of tax expense)	-	-	-	-	-	-
14	Net Profit for the period (12–13)	38776.29	26476.25	5963.61	65252.54	5962.40	46685.34
15	Paid-up Equity Share Capital (Face Value ₹ 10 per share) (refer note 6)	339502.23	339484.70	179751.27	339502.23	179751.27	339262.33
16	Reserves excluding Revaluation Reserves	-	-	-	-	-	1023992.89
17	Analytical Ratios (refer note 3)						
	(i) Percentage of shares held by Government of India	7.70%	7.70%	-	7.70%	-	7.70%
	(ii) Capital adequacy ratio (Basel III)	19.17%	20.39%	-	19.17%	-	22.04%
	(iii) Earnings per share (EPS) for the period / year (before and after extraordinary items) (not annualized) (refer note 6)						
	- Basic (₹)	1.14	0.78	0.51	1.92	1.01	2.34
	- Diluted (₹)	1.14	0.78	0.51	1.92	1.01	2.34
	(iv) NPA ratios (refer note 7)						
	(a) Amount of gross NPAs	321968.46	302987.18	-	321968.46	-	305830.21
	(b) Amount of net NPAs	127142.83	111061.40	-	127142.83	-	113904.43
	(c) % of gross NPAs to gross advances	5.96%	6.09%	-	5.96%	-	6.16%
	(d) % of net NPAs to net advances	2.44%	2.32%	-	2.44%	-	2.39%
	(v) Return on assets (annualized)	1.46%	1.15%	-	1.35%	-	1.04%

Segment Information in accordance with the Accounting Standard on Segment Reporting (AS 17) of the operating segments of the bank is as under :

(₹ in lakhs)

	Particulars	Quarter ended 30.09.2016	Quarter ended 30.06.2016	Quarter ended 30.09.2015 (refer note 3)	Half year ended 30.09.2016	Half year ended 30.09.2015 (refer note 3)	Year ended 31.03.2016 (refer note 3)
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
	a Treasury	184492.60	159794.92	9180.64	344287.52	9180.64	314737.11
	b Wholesale Banking	131612.55	130383.82	-	261996.37	-	241082.81
	c Retail Banking	3777.71	1703.88	-	5481.59	-	1039.05
	d Other Banking Business	9.08	-	-	9.08	-	-
	e Unallocated	309.01	234.90	-	543.91	-	2442.44
	Total Segment Revenue	320200.95	292117.52	9180.64	612318.47	9180.64	559301.41
	Add/(Less) : Inter Segment Revenue	(70887.66)	(73289.51)	-	(144177.17)	-	(154098.43)
	Income from Operations	249313.29	218828.01	9180.64	468141.30	9180.64	405202.98
2	Segment Results After Provisions & Before Tax						
	a Treasury	41188.44	18887.19	9180.64	60075.63	9180.64	35468.08
	b Wholesale Banking	34524.72	38870.68	-	73395.40	-	64532.57
	c Retail Banking	(10272.66)	(7678.76)	-	(17951.42)	-	(11834.75)
	d Other Banking Business	9.08	-	-	9.08	-	-
	e Unallocated	(9451.52)	(8952.86)	(59.08)	(18404.38)	(60.29)	(16589.59)
	Total Profit Before Tax	55998.06	41126.25	9121.56	97124.31	9120.35	71576.31
3	Segment Assets						
	a Treasury	5489550.67	5147963.78	713187.01	5489550.67	713187.01	3312652.57
	b Wholesale Banking	4882154.03	4636917.50	-	4882154.03	-	4670411.29
	c Retail Banking	310458.02	126105.49	-	310458.02	-	79135.28
	d Other Banking Business	-	-	-	-	-	-
	e Unallocated	240652.61	258379.06	7409.24	240652.61	7409.24	259387.91
	Total Segment Assets	10922815.33	10169365.83	720596.25	10922815.33	720596.25	8321587.05
4	Segment Liabilities						
	a Treasury	4870360.03	4465233.23	11884.03	4870360.03	11884.03	2731073.86
	b Wholesale Banking	4337657.70	4188683.09	-	4337657.70	-	4143192.20
	c Retail Banking	276861.97	107303.22	-	276861.97	-	64423.35
	d Other Banking Business	-	-	-	-	-	-
	e Unallocated	8820.99	17893.05	1.10	8820.99	1.10	19642.42
	Total Segment Liabilities	9493700.69	8779112.59	11885.13	9493700.69	11885.13	6958331.83
5	Capital Employed (Segment Assets - Segment Liabilities)						
	a Treasury	619190.64	682730.55	701302.98	619190.64	701302.98	581578.71
	b Wholesale Banking	544496.33	448234.41	-	544496.33	-	527219.09
	c Retail Banking	33596.05	18802.27	-	33596.05	-	14711.93
	d Other Banking Business	-	-	-	-	-	-
	e Unallocated	231831.62	240486.01	7408.14	231831.62	7408.14	239745.49
	Total Capital Employed	1429114.64	1390253.24	708711.12	1429114.64	708711.12	1363255.22

Business segments have been identified and reported taking into account the target customer profile, the nature of products, the organisation structure, internal business reporting system and the guidelines prescribed by the Reserve Bank of India ('the RBI').

D. H. & S. CHARTERED ACCOUNTANTS

IDFC BANK LIMITED MUMBAI

Notes:

1 Statement of Assets and Liabilities of the Bank as at September 30, 2016 is given below :

(₹ in lakhs)

Particulars	As at 30.09.2016	As at 30.09.2015 (refer note 3)	As at 31.03.2016 (refer note 3)
	(Unaudited)	(Unaudited)	(Audited)
CAPITAL AND LIABILITIES			
Capital	339502.23	179751.27	339262.33
Employees' stock options outstanding	135.92	-	332.35
Reserves and surplus	1089476.49	528959.85	1023660.54
Deposits	2291131.70	-	821904.53
Borrowings	6692604.09	-	5715983.08
Other liabilities and provisions	509964.90	11885.13	420444.22
TOTAL	10922815.33	720596.25	8321587.05
ASSETS			
Cash and balances with Reserve Bank of India	219714.26	-	190083.69
Balances with banks and money at call and short notice	677059.55	2.80	100307.00
Investments	4433865.90	706314.11	2972860.99
Advances	5017956.65	-	4569942.97
Fixed Assets	78080.29	-	67285.49
Other Assets	496138.68	14279.34	421106.91
TOTAL	10922815.33	720596.25	8321587.05

2 The above results for the quarter and half year ended September 30, 2016 were reviewed by the Audit Committee and approved by the Board of Directors on October 25, 2016 and have been subjected to a "Limited Review" by the Statutory Auditors. The financial results of the Bank for the quarter and half year ended September 30, 2016 have been prepared in accordance with the provisions of the Banking Regulation Act, 1949, Generally Accepted Accounting Principles in India, including Accounting Standards as specified under Section 133 of the Companies Act, 2013, Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 in so far as they apply to banks, and the guidelines issued by the RBI. In addition, the Bank has automated its key operations with the key applications largely integrated with the core banking solutions and general ledger system. Accordingly, branch returns are not required to be submitted.

3 The Bank commenced its banking operations on October 1, 2015. The financial results for the year ended March 31, 2016 include the financial performance of IDFC Bank Limited as a bank for the period of six months (October 1, 2015 to March 31, 2016). The financial results for the quarter and half year ended September 30, 2016 are not comparable with the financial results for the quarter and half year ended September 30, 2015 and hence certain analytical ratios, since not applicable, are not disclosed for the quarter and half year ended September 30, 2015. Return on Assets for the year ended March 31, 2016 has been computed based on performance of the Bank for the period October 1, 2015 to March 31, 2016.

4 The Bank has entered into an agreement to acquire 100% equity share capital of Grama Vidiyal Microfinance Limited, a non banking finance company - microfinance institution (NBFC-MFI). On receipt of final approval from RBI and satisfaction of all the conditions (including surrender of the NBFC-MFI registration), Grama Vidiyal Microfinance Limited has become a wholly owned subsidiary of the Bank with effect from October 13, 2016.

5 "Other Income" includes non-fund based income such as commission, fees, earnings from foreign exchange and derivative transactions and profit / loss from sale of investments.

D. H. & S. CHARTERED ACCOUNTANTS

IDFC BANK LIMITED MUMBAI

6 During the quarter and half year ended September 30, 2016, the Bank has issued 175293 and 2398967 equity shares of face value of ₹10 each pursuant to the exercise of options under the employee stock option scheme.

7 The disclosures for NPA referred to in point 17 (iv) above correspond to non performing advances.

8 In accordance with the RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' and the RBI circular DBR.No.BP.BC.80/21/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards Amendments', banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III framework. The Bank has made these disclosures on its website at the link : http://www.idfcbank.com/regulatory-disclosures.html. These disclosures have not been subjected to audit or limited review by the Statutory Auditors of the Bank.

9 The figures for the previous quarter / period have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

Kalpesh J. Mehta
Partner

Date: October 25, 2016
Place: Mumbai

For and behalf of the Board
of IDFC Bank Limited

Rajiv B. Lall
Founder Managing Director & CEO