IFCI
LIMITED
आई एफ सी आई लिमिटेड
(A Government of India Undertaking)
(भारत सरकार का उपक्रम)

No. IFCI/CS/2018- 125

February 05, 2018

The National Stock Exchange of India Limited
Exchange Plaza
Plot No. C/1, G Block, Bandra Kurla Complex
Bandra (East)
Mumbai – 400 051

CODE: IFCI

Dear Sir/Madam,

Re: Outcome of the Board Meeting held on February 05, 2018

This is to inform that the Board at its Meeting held on Monday, February 05, 2018 approved the following:

1. The Un-Audited Financial Results for the quarter ended December 31, 2017 along with the Limited Review Report enclosed as **Annexure.**

2. Equity infusion by Government of India (GoI) through Preferential Issue.

3. Convening of the Extra-Ordinary General Meeting of the Shareholders on Wednesday, March 07, 2018 to consider and approve the issue of equity shares by way of preferential allotment to GoI.

Thanking You

Yours faithfully
For IFCI Limited

(**Rupa Sarkar**)
Company Secretary

Encls: a/a

आई एफ सी आई लिमिटेड
पंजीकृत कार्यालय:
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वेबसाइट: www.ifciltd.com
सीआईएन: L74899DL1993GOI053677

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UNAUDITED (STANDALONE) FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017

(₹ Lakh)

	Particulars	Quarter ended 31/12/17 (Unaudited)	Quarter ended 30/09/17 (Unaudited)	Quarter ended 31/12/16 (Unaudited)	Nine months ended 31/12/17 (Unaudited)	Nine months ended 31/12/16 (Unaudited)	Year ended 31/03/17 (Audited)
PART I (STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017)							
1	**Income from Operations**						
	a) Net income from operations	62,205	87,493	56,944	1,95,018	2,13,966	2,70,773
	b) Other operating income	475	551	784	1,678	2,254	3,200
	Total Income from operations (net) [a+b]	62,680	88,044	57,728	1,96,696	2,16,220	2,73,973
2	Other Income	2,873	1,933	5,827	5,586	11,513	13,451
3	**Total Income (1+2)**	65,553	89,977	63,555	2,02,282	2,27,733	2,87,424
4	**Expenses**						
	a) Cost of Borrowings	49,476	52,875	56,491	1,56,157	1,75,380	2,28,932
	b) Cost of stock in trade sold	-	-	-	-	-	-
	c) Employee benefits expense	2,660	1,943	1,827	6,280	7,094	9,502
	d) Depreciation and amortisation expense	837	842	360	2,526	1,088	3,419
	e) Other expenses	1,001	1,294	785	3,166	2,582	4,312
	f) Write off/ Provision for Bad & Doubtful Assets and others (Net)	41,149	48,231	13,987	1,21,586	69,198	1,19,161
	Total Expenses	95,123	1,05,185	73,450	2,89,715	2,55,342	3,65,326
5	**Profit/(Loss) from operations before exceptional and extraordinary items and tax (3-4)**	(29,570)	(15,208)	(9,895)	(87,433)	(27,609)	(77,902)
6	Exceptional items	-	-	-	-	-	-
7	**Profit/(Loss) from operations before extraordinary items and tax (5-6)**	(29,570)	(15,208)	(9,895)	(87,433)	(27,609)	(77,902)
8	Extraordinary items	-	-	-	-	-	-
9	**Profit/(Loss) from operations before tax (7-8)**	(29,570)	(15,208)	(9,895)	(87,433)	(27,609)	(77,902)
10	Tax expense						
	a) Income Tax	-	-	(609)	-	3,602	-
	b) Taxation for earlier years	(4)	-	-	(4)	-	(1,327)
	C) Deferred Tax	(11,879)	(16,398)	(4,769)	(43,242)	(17,152)	(30,726)
	Tax expense [10(a) to 10(c)]	(11,883)	(16,398)	(5,378)	(43,246)	(13,550)	(32,053)
11	**Profit/(Loss) for the period from continuing operations (9 - 10)**	(17,687)	1,190	(4,517)	(44,187)	(14,059)	(45,849)
12	Profit/(Loss) for the period from discontinuing operations	-	-	-	-	-	-
13	Tax expense of discontinuing operations	-	-	-	-	-	-
14	**Profit/(Loss) for the period from discontinuing operations (after tax)**	-	-	-	-	-	-
15	**Profit/(Loss) for the period**	(17,687)	1,190	(4,517)	(44,187)	(14,059)	(45,849)
16	Paid-up equity share capital (Face Value of ₹ 10/- each)	1,66,204	1,66,204	1,66,204	1,66,204	1,66,204	1,66,204
17	Reserve excluding Revaluation Reserves	-	-	-	-	-	4,02,124
18.i	Earnings per share (before extraordinary items) (not annualised):						
	(a) Basic (₹)	(1.06)	0.07	(0.27)	(2.66)	(0.85)	(2.76)
	(b) Diluted (₹)	(1.06)	0.07	(0.27)	(2.66)	(0.85)	(2.76)
18.ii	Earnings per share (after extraordinary items) (not annualised):						
	(a) Basic (₹)	(1.06)	0.07	(0.27)	(2.66)	(0.85)	(2.76)
	(b) Diluted (₹)	(1.06)	0.07	(0.27)	(2.66)	(0.85)	(2.76)
PART II (SELECT INFORMATION FOR THE QUARTER AND NINE-MONTHS ENDED DECEMBER 31, 2017)							
A	**PARTICULARS OF SHAREHOLDING (EQUITY)**						
1	Public shareholding						
	- Number of Shares	7390,37,235	7390,37,235	7390,37,235	7390,37,235	7390,37,235	7390,37,235
	- Percentage of Shareholding	44.47%	44.47%	44.47%	44.47%	44.47%	44.47%
2	Promoters & Promoter Group Shareholding						
	a) Pledged/ Encumbered						
	- No. of Shares	NIL	NIL	NIL	NIL	NIL	NIL
	- % of Shares (as a % of the total shareholding of promoter & promoter group)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	- % of Shares (as a % of the total share capital of the company)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	b) Non-encumbered						
	- No. of Shares	9230,00,000	9230,00,000	9230,00,000	9230,00,000	9230,00,000	9230,00,000
	- % of Shares (as a % of the total shareholding of promoter & promoter group)	100%	100%	100%	100%	100%	100%
	- % of Shares (as a % of the total share capital of the company)	55.53%	55.53%	55.53%	55.53%	55.53%	55.53%

KPMR & ASSOCIATES
Chartered Accountants

IFCI Ltd.

Notes:

1 Segment Reporting as required under AS-17 is not applicable, as more than 90% of the revenue comes from a single segment viz. Financing.

2 IFCI had sanctioned a Corporate loan of ₹ 150 crore to Blue Coast Hotels Ltd. in year 2010, which was secured by way of charge on the movable fixed assets and immovable property. IFCI had also taken an equity exposure to the extent of ₹ 85 crores in Silver Resorts Hotel (I) Pvt. Ltd, a group company of Blue Coast Hotels Ltd. Blue Coast Hotel Ltd. had entered into Buy Back Agreement for buying back the equity shares and to secure the performance of the Buy-Back, a charge by way of mortgage was created on the aforesaid property. Consequent to the default committed by the Company, both in repayment of the loan as well as honoring the buy-back obligation, IFCI initiated legal proceedings against the company, by issuing a 13(2) notice under the SRFA&ESI Act, 2002 on the company on 26th March, 2013. Pursuant to the aforesaid notice, IFCI undertook recovery action by selling mortgaged assets through a public auction to ITC Ltd. at a price of ₹ 515.44 crores for recovery of IFCI dues and other secured creditors in the matter. Entire transaction was concluded in FY 2014-15. Blue Coast Hotels Ltd. had challenged the said sale and filed Writ Petitions before the Hon'ble HC of Bombay. The High Court in its final Order dated 23rd March, 2016, set aside the sale conducted by IFCI and disposed of the Writ Petitions in favour of Blue Coast Hotels Ltd. Immediately, on receipt of the above judgment, IFCI had filed a Special Leave Petition challenging the Judgment of the Bombay High Court on 12th April, 2016. The Hon'ble SC was pleased to admit the petition and directed the issuance of notice to Blue Coast Hotels Ltd. The Hon'ble Supreme Court also permitted IFCI to retain the sale proceeds. In view of the above, the share of IFCI in the total sale proceeds amounting to ₹ 311.78 crore is being shown as contingent liability. At the hearing held on 22nd November 2017, the arguments were concluded and the matter has been reserved for order.

3 The company is one of the lenders in 6 out of 12 cases and 7 out of 28 cases as per RBI's first and second list of loan defaulters, respectively, where reportedly on RBI's direction, certain banks have referred or are in the process of referring, such cases to National Company Law Tribunal (NCLT). The outstanding in these 13 cases is ₹2,774 crore as on December 31, 2017. In the absence of any directive by RBI to IFCI, and pending the response by RBI on specific query made by the Company in this regard, the company, as a matter of prudence, has made provision of ₹273 crore in the quarter ended December 31, 2017 and in aggregate, holds ₹1057.21 crore in these cases as on that date.

4 On all the secured bonds and debentures issued by the Company and outstanding as on 31st December 2017, 100% security cover has been maintained against principal and interest, by way of floating charge on receivables of the Company and/or Government Securities owned by the Company.

5 The figures for the quarter ended December 31, 2017 are the balancing figures between unaudited figures for the nine months ended December 31, 2017 and unaudited figures for the half year ended September 30, 2017.

6 Figures of the previous period/ year have been re-arranged/ re-grouped, wherever necessary.

7 The above results have been reviewed by the Audit Committee of Directors. The Board of Directors have approved the results in their meeting held on February 05, 2018.

8 These results have been subjected to Limited Review by the Statutory Auditors, M/s KPMR & Associates, Chartered Accountants, New Delhi.

By order of the Board

(Dr.E S Rao)
Managing Director &
Chief Executive Officer

Place: New Delhi
Date: February 05, 2018

KPMR
& ASSOCIATES
CHARTERED ACCOUNTANTS

Limited Review Report on Unaudited Financial Results of IFCI Limited for the Quarter and Nine Months ended December 31, 2017, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by circular no CIR/CFD/FAC/62/2016 dated July 05, 2016.

Review Report to Board of Directors of **IFCI Limited**

We have reviewed the accompanying statement of unaudited financial results of IFCI Limited ('The Company') for the quarter and nine months ended December 31, 2017. 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 these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are 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 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by circular no CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **KPMR & Associates**
Chartered Accountants
Firm Registration No: 02504N

S. M. Yamin Qureshi
Partner
Membership No. 081750

Place: New Delhi
Date: February 5, 2018

KPMR & ASSOCIATES Chartered Accountants
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