



CDC Group plc to invest ₹1,000 crores in India Infoline Finance Ltd (IIFL Finance)

***India's leading, diversified financial services group to partner with CDC, world's oldest
Development Finance Institution to expand its NBFC business***

MUMBAI, INDIA [Wednesday, July 20, 2016] - IIFL Holdings Ltd, one of India's leading, diversified financial services group, announced today that CDC Group plc ('CDC'), the United Kingdom's government-owned development finance institution, will make an investment of about ₹1,000 crores in its wholly-owned subsidiary, India Infoline Finance Ltd ('IIFL Finance'). CDC's investment will help IIFL Group in expanding the financing business and address the capital needs of under-served segments through diversified offerings. The proposed investment is by way of Compulsorily Convertible Preference Shares (CCPS) which on conversion will result in about 15% equity stake for CDC in IIFL Finance on a fully diluted basis. The proposed transaction is subject to necessary regulatory approvals.

IIFL Finance is a systemically important Non-Banking Financial Company (NBFC) not accepting public deposits and engaged in the business of home and property loans, gold loans, commercial vehicle finance, healthcare finance, loan against securities and SME business loans. For the financial year ended March 31, 2016, IIFL Finance's loan book stood at ₹177.7 billion and net profit was ₹3.4 billion. IIFL Finance has a long-term credit rating by [ICRA] AA (Stable), CARE AA, Brickworks AA+/Stable and a short-term rating by [ICRA] A1+.

Mr. Nirmal Jain, Founder, IIFL Group said, "CDC was the first private equity investor in IIFL during our start-up phase in 1999. We are excited to have them back as a partner. IIFL's strategy of focussing on small ticket retail credit to under-served geographies and segments resonates with CDC's investment objectives."

Mr. V. K. Chopra, Chairman, India Infoline Finance Ltd added, "IIFL Group serves over 3 million customers and has a strong retail presence in India. CDC has an excellent track record of making successful long-term investments in India, especially in financial services sector. We are excited to partner with CDC to transform and scale up the NBFC business."

Mr. Srinivasan Nagarajan, Head - South Asia at CDC said, "CDC originally invested in IIFL in 1999 and has seen the company go from strength to strength. The investment of new capital in IIFL Finance that we are announcing today will help IIFL Finance grow further, with a particular focus on affordable housing and micro- and SME financing. CDC's ability to provide long-term capital means that we can provide IIFL Finance with the patient backing it needs to reach even more customers in under-served sectors and regions of India."

The investment banking arm of IIFL Group was the exclusive financial advisor to IIFL Finance in this transaction.



About IIFL Finance

A wholly-owned subsidiary of IIFL Holdings Ltd, India Infoline Finance Ltd is a systemically important non-deposit accepting Non-Banking Financial Company. IIFL Finance was incorporated in 2004 as India Infoline Investment Services Private Ltd and converted into a Public Limited Company in 2007.

IIFL Finance has a diversified product suite comprising home loan, loan against property, commercial vehicle finance, healthcare finance, gold loan, capital market finance and SME business loans. With an experienced management team and a strong network of over 1,000 branches across India, IIFL Finance caters to the financing needs of salaried, self-employed individuals and small businesses. IIFL Finance's strategy is to invest in technology, enhance brand visibility, build capacity and grow customer base through retail focus, keeping risk under control with a diversified portfolio.

www.iiflfinance.com

About IIFL Group

IIFL Holdings Ltd (Bloomberg Code: IIFL IN, NSE: IIFL, BSE: 532636) is a diversified financial services group offering financing, asset and wealth management, financial advisory and broking, financial products distribution, investment banking, institutional equities, project financing and advisory services through its various subsidiaries.

IIFL Holdings Ltd with a consolidated net-worth of ₹29.2 billion and net profit of ₹5.1 bn as on March 31, 2016, has a global presence with offices in London, New York, Geneva, Hong Kong, Dubai, Singapore and Mauritius. The group has a well-entrenched network in close to 2,500 business locations spread across the country. This extensive presence has given IIFL Group the ability to expand and reach out to over 3 million satisfied customers.

www.indiainfoline.com

About CDC

Founded in 1948, CDC is the UK government-owned development finance institution. CDC's mission is to support the building of businesses throughout Africa and South Asia, to create jobs and making a lasting difference to people's lives in some of the world's poorest places.

CDC provides investment capital in all its forms, including equity, debt, mezzanine and guarantees, and this capital is typically used to fund growth. This capital is provided directly and through fund managers that are aligned with CDC's aims. CDC uses its own balance sheet to invest and has net assets of £3.9bn. Recent CDC investments in India include Narayana Healthcare, Ratnakar Bank and Pristine Logistics.

www.cdcgroup.com

Media Contacts

Mr. Sourav Mishra

+91 9920285887

sourav.mishra@indiainfoline.com

Investor Relations

Ms. Dhanashri Rane

+91 8879775886

ir@indiainfoline.com