LIC HFL
LIC HOUSING FINANCE LTD

PART I

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/ HALF YEAR ENDED 30/09/2014

₹ in lacs

	Particulars	Quarter ended			Six Months Ended		Year Ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1.	**Income from Operations**						
	a. Revenue from operations	259608.28	248259.00	222371.36	507867.28	435397.20	907333.66
	b. Other operating income	3149.04	2653.70	2279.66	5802.74	4140.57	10804.56
	Total Income from Operations (net)	**262757.32**	**250912.70**	**224651.02**	**513670.02**	**439537.77**	**918138.22**
2.	**Expenses**						
	a. Finance cost	206426.57	197636.43	177030.87	404063.00	344584.91	717443.55
	b. Employee benefits expense	2931.29	2805.08	2797.22	5736.37	5427.94	10383.38
	c. Depreciation and amortisation expense	212.80	245.13	199.13	457.93	395.42	762.59
	d. Advertisement expenses	1314.23	299.08	280.56	1613.31	314.79	1956.79
	e. Commission and brokerage	3003.92	2034.07	2446.47	5037.99	4279.92	11384.64
	f. Provisions / write off (net of write back)	(1903.21)	915.84	3407.23	(987.37)	5117.22	2146.97
	g Other expenses	2185.18	1607.12	1714.30	3792.30	3147.63	6838.05
	Total Expenses	**214170.78**	**205542.75**	**187875.78**	**419713.53**	**363267.83**	**750915.97**
3.	**Profit from Operations before Other Income & Exceptional Items (1-2)**	**48586.54**	**45369.95**	**36775.24**	**93956.49**	**76269.94**	**167222.25**
4.	Other income	3111.95	3445.86	5590.33	6557.81	8497.44	15328.23
5.	**Profit from ordinary activities before exceptional items (3+4)**	**51698.49**	**48815.81**	**42365.57**	**100514.30**	**84767.38**	**182550.48**
6.	Exceptional items	-	-	-	-	-	-
7.	**Profit from ordinary activities before tax (5+6)**	**51698.49**	**48815.81**	**42365.57**	**100514.30**	**84767.38**	**182550.48**
8.	Tax expense	14151.77	13363.80	11358.53	27515.57	22709.64	50831.85
9.	**Net Profit from ordinary activities after Tax before adjustement of Deferred Tax on Special Reserve(7-8)**	**37546.72**	**35452.01**	**31007.04**	**72998.73**	**62057.74**	**131718.63**
10.	Deferred Tax Liability on Special Reserve	3411.56	3,221.33	-	6632.89	-	-
11.	**Net Profit for the period (9-10)**	**34135.16**	**32230.68**	**31007.04**	**66365.84**	**62057.74**	**131718.63**
12.	Paid-up Equity Share Capital (face value ₹ 2/-)	10093.26	10093.26	10093.26	10093.26	10093.26	10093.26
13.	Reserves as at 31st March	-	-	-	-	-	743189.99
14.	Earning Per Share (EPS) on (face value of ₹ 2/-)						
	Basic and Diluted Earning Per Share (₹)	6.76	6.39	6.14	13.15	12.29	26.10
15.	Debenture Redemption Reserve	-	-	-	-	-	-
16.	Debt Equity Ratio [(Long Term Borrowings + Short Term Borrowings + Current Maturities of Long Term Borrowings) / Shareholders' fund]	-	-	-	11.93	11.01	11.28
17.	Debt Service Coverage Ratio [(Profit Before Tax + Interest and other Charges) / (Interest and Other Charges+ Principal Repayment)]	-	-	-	0.39	0.33	0.38
18.	Interest Service Coverage Ratio [(Profit Before Tax + Interest and Other Charges) / Interest and Other Charges]	-	-	-	1.25	1.25	1.25
19.	Paid-up Debt Capital	-	-	-	8822362.89	7517734.46	8203558.20

PART II

SELECT INFORMATION FOR THE QUARTER / HALF YEAR ENDED 30/09/2014

	Particulars	Quarter ended			Six Months Ended		Year Ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
A	**PARTICULARS OF SHAREHOLDING**						
1.	Public Shareholding						
	- Number of shares	301220505	301220505	301220505	301220505	301220505	301220505
	- Percentage of shareholding	59.69%	59.69%	59.69%	59.69%	59.69%	59.69%
2.	Promoters and promoter group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Company)	NIL	NIL	NIL	NIL	NIL	NIL
	b) Non - encumbered						
	- Number of shares	203442495	203442495	203442495	203442495	203442495	203442495
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the Company)	40.31%	40.31%	40.31%	40.31%	40.31%	40.31%

	Particulars	Quarter ended 30/09/2014
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the quarter	7
	Received during the quarter	41
	Disposed off during the quarter	48
	Remaining unresolved at the end of the quarter	0

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Notes :

1 **Statement of Assets and Liabilities**

₹ in lacs

	Particulars	As at 30/09/2014	As at 31/03/2014
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	10099.63	10099.63
	(b) Reserves and Surplus	729714.48	743189.99
	Sub-total - Shareholders' funds	739814.11	753289.62
2	**Non Current Liabilities**		
	(a) Long-term borrowings	7174128.96	6771232.88
	(b) Deferred Tax Liabilities (Net)	60118.73	-
	(c) Other long term liabilities	10340.28	8941.08
	(d) Long-term provisions	70244.43	70599.00
	Sub-total - Non-current liabilities	7314832.40	6850772.96
3	**Current Liabilities**		
	(a) Short-term borrowings	324915.38	373811.08
	(b) Trade payables	1590.25	2559.52
	(c) Other current liabilities	1758108.93	1560204.56
	(d) Short-term provisions	8180.34	37064.63
	Sub-total - Current liabilities	2092794.90	1973639.79
	TOTAL - EQUITY AND LIABILITIES	**10147441.41**	**9577702.37**
B	**ASSETS**		
1	**Non-Current Assets:**		
	(a) Fixed assets	6910.70	7560.57
	(b) Non-current investments	21492.65	19908.25
	(c) Deferred tax asset (net)	-	25657.29
	(d) Long term loans & advances	13354.33	14447.43
	(e) Other non current assets	2.53	4.37
	Sub-total - Non-current assets	41760.21	67577.91
2	**Loans**		
	(a) Non-current	9174781.38	8588195.31
	(b) Current	578034.23	545893.59
	Sub-total - Loans	9752815.61	9134088.90
3	**Current Assets:**		
	(a) Current investments	3.42	23.10
	(b) Trade receivables	8311.88	6828.62
	(c) Cash and bank balances	162361.94	302237.62
	(d) Short term loans and advances	1566.14	4489.89
	(e) Other current assets	180622.21	62456.33
	Sub-total - Current assets	352865.59	376035.56
	TOTAL - ASSETS	**10147441.41**	**9577702.37**

2 The main business of the Company is to provide loans for purchase or construction of residential houses. All other activities of the Company revolve around the main business and accordingly there are no separate reportable segments, as per the Accounting Standard on 'Segment Reporting' (AS 17) notified by the Companies (Accounting Standards) Rules, 2006 as amended.

3 As per the National Housing Bank's Circular No. NHB (ND)/DRS/Pol. Circular No. 62/2014 dated May 27, 2014, the Company has adjusted the opening balance of reserves for creation of Deferred Tax Liability (DTL) on the Special Reserve as at April 01, 2014 created under section 36(1)(viii) of the Income-tax Act, 1961 and in respect of amount appropriated to Special Reserve during the quarter / half year ended September 30, 2014, the DTL has been created by charging it to the Statement of Profit and Loss for the said period. For comparability, DTL charged to the Statement of Profit and Loss has been disclosed separately in the above results.

4 Other Income for the half year ended September 30, 2014 includes Income from Investments in various Liquid schemes of Mutual Funds ₹ 5129.96 Lacs (Previous period ₹ 4835.52 lacs) and Interest on Bank Deposits ₹ 463.81 Lacs (Previous period ₹ 404.43 Lacs) .

5 The proposed dividend of ₹ 4.50 per equity shares of ₹ 2/- each (225% including Silver Jubilee Dividend of 25%) was approved by the shareholders in the 25th Annual General Meeting of the Company held on August 19, 2014 and paid subsequently.

6 Other Current liabilities include Temporary Book Overdraft of ₹ 135841.44 lacs (Previous period ₹ 94018.45 Lacs), which represents cheques issued towards disbursement to borrowers and cheques issued for payment of expenses, but not encashed as on September 30, 2014.

7 Effective from April 01, 2014, the Company has charged depreciation based on the revised remaining useful life of the assets as per the requirements of Schedule II of the Companies Act, 2013. Due to above, depreciation charge for the half year ended September 30, 2014, is higher by ₹ 125.44 lacs. Further, based on the transitional provisions as per Note 7(b) of Schedule II, an amount of ₹ 321.82 lacs (net of Deferred Tax) has been adjusted from retained earnings.

8 The figures for the previous periods have been regrouped / reclassified / restated wherever necessary in order to make them comparable with figures for the current quarter ended September 30, 2014.

9 The Statutory Auditors of the Company have carried out a Limited Review of the standalone financial results for the quarter and half year ended September 30, 2014 in compliance with Clause 29 of the Debt Listing Agreement and Clause 41 of the Equity Listing Agreement. The financial results have been reviewed & recommended by the Audit Committee and approved by the Board of Directors at its meeting held on October 18, 2014.

SHAH GUPTA & CO. MUMBAI

For and on behalf of the Board

HOUSING FINANCE CORPORATE

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INDEPENDENT AUDITORS' REVIEW REPORT

To,
The Board of Directors
LIC Housing Finance Limited
Mumbai

1. We have reviewed the accompanying Statement of Unaudited Financial Results of LIC Housing Finance Limited (the 'Company') for the quarter and six months ended September 30, 2014 (the 'Statement'), being submitted by the Company pursuant to the requirements of Clause 29 of the Debt Listing Agreement and Clause 41 of the Equity Listing Agreements with the Stock Exchanges, except for the disclosures regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' and 'Investor Complaints', 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 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 recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 29 of the Debt Listing Agreement and Clause 41 of the Equity Listing Agreement with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We refer to Note 3 to the Statement, which describes the accounting treatment used by the Company for creation of Deferred Tax Liability on opening balance of Special Reserve (under section 36(1)(viii) of the Income Tax Act, 1961) as at April 01, 2014 by adjusting from opening reserve as at that date, pursuant to the National Housing Bank's Circular No. NHB (ND)/DRS/Pol. Circular No. 62/2014 dated May 27, 2014. Our conclusion is not qualified in respect of this matter.

For SHAH GUPTA & CO.
Chartered Accountants
Firm Registration No.109574W

Heneel K Patel
Partner
M.No.114103

SHAH GUPTA & CO. MUMBAI CHARTERED ACCOUNTANTS

For CHOKSHI & CHOKSHI
Chartered Accountants
Firm Registration No.101872W

Mitil Chokshi
Partner
M.No.47745

Chokshi & Chokshi MUMBAI 400 036 Chartered Accountants

Place: Mumbai
Dated: October 18, 2014