March 4, 2017

The Manager-Listing Department
National Stock Exchange of India Limited
Exchange Plaza,
Plot no C/1, G Block
Bandra Kurla Complex,
Bandra (E) Mumbai – 400051
NSE Scrip Code: IDFCBANK

The Manager-Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai – 400 001
BSE Scrip Code: 539437

Sub: IDFC Limited agrees to acquire balance Equity stake (approximately 25%) in IDFC AMC & IDFC AMC Trustee from Natixis, through IDFC Financial Holding Company Limited, a wholly owned subsidiary of IDFC Limited

Ref: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Dear Sirs/Madam,

This is to inform you that IDFC Financial Holding Company Limited (**"IDFC FHCL"**), a wholly owned subsidiary of IDFC Limited (**"IDFC"**) is currently holding approximately 75% equity stake of IDFC Asset Management Company Limited (**"IDFC AMC"**) and IDFC AMC Trustee Company Limited (**"IDFC AMC Trustee"**) and the balance stake (approximately 25%) is held by Natixis Global Asset Management (**"NGAM"**).

In December 2010, Share Subscription & Purchase Agreement (**"said Agreement"**) was executed amongst IDFC, NGAM, IDFC AMC and IDFC AMC Trustee. Pursuant to the said Agreement, NGAM acquired approximately 25% equity stake in IDFC AMC and IDFC AMC Trustee through its wholly owned subsidiary company - Natixis Global Asset Management Asia Pte Ltd. As part of the said Agreement, there was a requirement that both shareholders would review the partnership at the end of 5 years (subsequently extended).

Accordingly, IDFC has agreed to acquire through IDFC FHCL the balance stake (approximately 25%) in IDFC AMC and IDFC AMC Trustee from NGAM for cash based on the terms of the Shareholders Agreement.

In compliance with Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, details of the aforesaid acquisition are as under –

a)	Name of the target entity, details in brief such as size, turnover etc.	Name of the Target Entity – IDFC Asset Management Company Limited & IDFC AMC Trustee Company Limited Assets Under Management – IDFC AMC – Average AUM as on December 31, 2016 Rs. 57,998 crore.
b)	Whether the acquisition would fall within related party transaction(s) and whether the promoter	The acquisition falls within "related party transaction(s)" as both target companies IDFC AMC & IDFC AMC Trustee, are subsidiary companies of IDFC Limited. IDFC Limited currently holds almost 75% stake in both the companies. The said transaction is at arm's length.

IDFC Limited Mumbai

IDFC Limited
Naman Chambers, C-32, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai 400 051 Tel: +91 22 4222 2000 / 6147 8383
Registered Office: KRM Towers, 8th Floor, No. 1, Harrington Road, Chetpet, Chennai 600 031 Tel: +91 44 4564 4000 Fax: +91 44 4564 4022
CIN: L65191TN1997PLC037415 info@idfc.com www.idfc.com

	/ promoter group / group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length"	The promoter / promoter group / group companies of IDFC Limited does not have any interest in both IDFC AMC & IDFC AMC Trustee. For IDFC Limited, there is no promoter / promoter group. It is a professionally managed company.
c)	Industry to which the entity being acquired belongs	Mutual Fund business
d)	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity)	In December 2010, Share Subscription & Purchase Agreement was executed amongst IDFC, NGAM, IDFC AMC and IDFC AMC Trustee. Pursuant to the said Agreement, NGAM acquired approximately 25% equity stake in IDFC AMC and IDFC AMC Trustee through its wholly owned subsidiary company - Natixis Global Asset Management Asia Pte Ltd. As part of the said Agreement, there was a requirement that both shareholders would review the partnership at the end of 5 years (subsequently extended).
e)	Brief details of any governmental or regulatory approvals required for the acquisition	SEBI vide their letter no OW/P/2017/4635/1 dated March 2, 2017 has issued an NOC for the said transaction.
f)	Indicative time period for completion of the acquisition	By March 31, 2017.
g)	Nature of consideration - whether cash consideration or share swap and details of the same	Cash
h)	Cost of acquisition or the price at which the shares are acquired	Rs. 244.24 crore
i)	Percentage of shareholding / control acquired and / or number of shares acquired	Approximately 25% would be acquired, thereby making IDFC AMC & IDFC AMC Trustee wholly owned subsidiaries of IDFC through IDFC FHCL.
j)	Brief background about the entity acquired in terms of products / line of business acquired, date of incorporation,	<u>IDFC Asset Management Company Limited (IDFC AMC)</u> IDFC AMC, incorporated on December 20, 1999 is a well-established SEBI registered Mutual Fund house in India, sponsored by IDFC Ltd, with average Assets under Management (AuM) of approximately Rs 57,998 crore as of December 31, 2016. The AMC

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	history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)	manages a range of funds across debt and equity asset classes. With a strong research capability and a performance track record IDFC MF has received a number of awards and recognitions for its schemes performance from different research and rating agencies. IDFC AMC is ranked 9th in the industry as on March 31, 2016. The turnover of IDFC AMC was Rs. 325 crore as on March 31, 2016; Rs. 278 crore as on March 31, 2015 and Rs. 270 crore as on March 31, 2014. **IDFC AMC Trustee Company Limited (IDFC AMC Trustee)** IDFC AMC Trustee, incorporated in India on December 20, 1999 is a Trustee to the Schemes of IDFC Mutual Funds. The turnover of IDFC AMC Trustee was Rs. 12.02 lac as on March 31, 2016; Rs.8.41 lac as on March 31, 2015 and Rs. 8.59 lac as on March 31, 2014.

Kindly take the aforesaid on record.

Thanking you,

Yours faithfully,
For IDFC Limited

Ketan S. Kulkarni
Company Secretary

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