

No. IFCI/CS/2017- 235

March 23, 2017

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: Clarification on news items.

This is in reference to your e-mail dated March 22, 2017 seeking clarification on the certain news items. In this regard we would like to state at the outset that none of the subjects of the news items are covered under Regulation 30 of the SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015 for disclosure to Stock Exchanges and hence no disclosure to the Stock Exchanges were required to be given. However, clarification on the news items are as under:

1. "IFCI's stake sale in lender TFCI worries Tourism Industry" and "IFCI Board decides to appoint valuer to value Tourism Fin Corp of India"

In this regard, kind attention is invited to the Letter No. IFCI/CS/2014-1253 dated September 22, 2014. At that time, as an abundant precaution, the Stock Exchanges were informed that IFCI would partially disinvest its shareholding in TFCI. This is to further inform that any decision of the Board regarding carrying out valuation on any asset / investment of the Company do not require disclosure under Regulation 30 to the Stock Exchanges. The Company is not obliged to provide any such information to the outside world. However at this point it may be stated that IFCI Board did decide to undertake external valuation of the shares of TFCI. The decision to sell the shares of TFCI was taken in 2014 itself, in line with the sale of non-core assets of IFCI. In case there is any decision to sell off further shares of TFCI by the Board of Directors of the Company, the information will be provided to the Stock Exchanges.

2. "IFCI draws roadmap to hive off all non-core assets of Company" and "Board approves sales of consulting subsidiaries HIMCON, NITCON and KITCO"

आई एफ सी आई लिमिटेड

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In this regard, kind attention is invited to IFCI vide its Letter No. IFCI/CS/2014-690 dated June 05, 2014 where IFCI had informed the Stock Exchange that the decision to divest the stake in certain subsidiaries / investments in other companies are taken as part of normal business decisions and have no significant impact on affecting the actual business of the Company and are also not price sensitive in nature. Therefore, no such intimation is required to be given to the Stock Exchanges in this regard.

We would like to intimate that disinvestment of stake in HIMCON, NITCON and KITCO etc. are part of the Company's strategy to sell off non-core assets of the Company as already informed to the Stock Exchange vide its Letter No. IFCI/CS/2014-690 dated June 05, 2014.

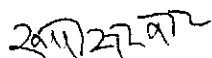
It may further be noted that these companies being Associate Companies of IFCI are not covered under disclosure under Regulation 30 and disinvestment of IFCI's stake in these companies do not have any bearing on the operations/performance of the Company. Also as such disinvestment is not price sensitive in nature.

This is for your information and record.

Thanking You

Yours faithfully

For IFCI Limited



(Rupa Sarkar)

Company Secretary