

July 26, 2016

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

The Manager-Listing Department
SSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai - 400 001

Dear Sirs,

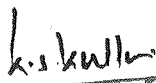
Sub: Outcome of 112th Board Meeting of IDFC Limited

Please find enclosed a copy of the Unaudited Financial Results (subjected to limited review by Auditors) for the quarter ended June 30, 2016 reviewed by the Audit Committee and approved by the Board of Directors on July 26, 2016 together with a certified true copy of the Limited Review Report issued by the Auditors of the Company, M/s Deloitte Haskins & Sells LLP, Chartered Accountants on the said Unaudited Financial Results (Standalone & Consolidated) for the quarter ended June 30, 2016.

The Board Meeting commenced at 5 p.m. and concluded at 7:10 p.m.

Thanking you,

Yours faithfully,
For IDFC Limited



Ketan Kulkarni
Company Secretary



Encl: as above

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF IDFC LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **IDFC LIMITED** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte
Haskins & Sells LLP**

4. We draw attention to Note 2 to the Statement which describes the demerger of the financial undertaking of the Company into the IDFC Bank Limited with effect from October 1, 2015. Post transfer of the undertaking to the IDFC Bank Limited, the Company is mainly an investment Company, with minimal operations. Accordingly, the results for the quarter ended June 30, 2016 is not comparable with the results for the quarter ended June 30, 2015.

Our Conclusion is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

P.R. Ramesh

P.R. Ramesh
Partner
(Membership No. 70928)

CHENNAI, 26 July, 2016
PRR/PG/PPA

Registered Office: KRM Towers, 8th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamilnadu
CIN No. L65191TN1997PLC037415

PART I - Statement of unaudited standalone financial results for the quarter ended June 30, 2016					(₹ in lakhs)
Particulars	Quarter ended 30.06.2016	Quarter ended 31.03.2016	Quarter ended 30.06.2015	Year ended 31.03.2016	
	(Unaudited) (see note 2)	(Unaudited) (see note 9)	(Unaudited) (see note 2 & 4)	(Audited) (see note 4)	
1 Income from operations	1498	1107	208370	455735	
(a) Income from operations	170	(502)	312	313	
(b) Other operating income	1668	605	208682	456048	
Total income from operations					
2 Expenses	172 *	382	7836	20773	
(a) Employee benefits expense					
* (net of write-back of provision for bonus of ₹ 116 lakhs)	403	(190)	7332	15885	
(b) Other expenses	(15)	406	6168	37719	
(c) Provisions and contingencies	128	130	537	1519	
(d) Depreciation and amortisation expense	688	728	21873	75896	
Total expenses	980	(123)	186809	380152	
3 Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	-	-	26	232	
4 Other income	980	(123)	186835	380384	
5 Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	-	-	151931	297036	
6 Finance costs	-	-	-	(263872)	
7 Exceptional items (see note 3)	980	(123)	34904	(180524)	
8 Profit / (loss) from ordinary activities before tax (5-6+7)	455	(603)	10816	(64310)	
9 Tax expense (net)	525	480	24088	(116214)	
10 Net profit / (loss) from ordinary activities after tax (8-9)	-	-	-	-	
11 Extraordinary items (net of tax)	525	480	24088	(116214)	
12 Net profit / (loss) after tax (10+11)	159594	159402	159380	159402	
13 Paid-up equity share capital (see note 6) (Face value ₹ 10/- each)				799471	
14 Reserves excluding revaluation reserves					
15 Analytical ratios	92.53%	92.15%	23.80%	92.15%	
(i) Capital adequacy ratio					
(ii) Earnings per share (of ₹ 10/- each) (not annualised)	0.03	0.03	1.51	(7.29)	
(a) Basic (₹) (see note 6)	0.03	0.02	1.51	(7.29)	
(b) Diluted (₹) (see note 6)					
(iii) NPA Ratio (see note 7)					
(a) Amount of gross NPA	-	-	81065	-	
(b) Amount of net NPA	-	-	52414	-	
(c) % of gross NPA to gross advances	-	-	1.52%	-	
(d) % of NPA to net advances	-	-	0.99%	-	
(iv) Return on assets (annualised)	0.22%	0.20%	1.05%	(2.43)%	

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors and have been subjected to a "Limited Review" by the Statutory Auditors.
- 2 Pursuant to order of the Hon'ble Madras High Court dated June 25, 2015 approving the Scheme of Arrangement under Section 391-394 of the Companies Act, 1956, between the Company and IDFC Bank Limited and their respective shareholders and creditors and on receipt of final Banking Licence by IDFC Bank Limited for commencement of banking operations, the demerger has been recorded w.e.f October 1, 2015. Post transfer of the Financing undertaking to IDFC Bank Limited, IDFC Limited is mainly an Investment Company, with minimal operations. Accordingly, the results for the quarter ended June 30, 2016 is not comparable with the results for the quarter ended June 30, 2015
- 3 Pursuant to the application made by the Company, the Reserve Bank of India ("RBI") has granted its approval to utilise the balance in the Statutory Reserves to create specific provisions against identified advances. Accordingly, the Company has during the year ended March 31, 2016, created specific provisions of ₹ 250000 lakhs on such assets. This one time provision, along with the reversal of unrealised interest on identified advances, amounting to ₹ 13872 lakhs have been charged to the Statement of Profit and Loss and classified as an exceptional item.
- 4 The results for the quarter ended June 30, 2015 and for the year ended March 31, 2016 includes the results of financing undertaking that has been transferred to IDFC Bank Limited under the Scheme of Arrangement w.e.f October 1, 2015. Based on the carve-out workings prepared by Management, information required under Accounting Standard 24 on Discontinuing Operations relating to financing undertaking is given below:

Particulars	(₹ in lakhs)	
	Quarter ended 30.06.2015	Year ended 31.03.2016
(a) Revenue	208397	433692
(b) Expenses	173389	630641
(c) Pre tax profit / (loss)	35008	(196949)
(d) Income Tax Expense	9904	(65734)

- 5 Post demerger of the financing undertaking, as defined under the Scheme of Arrangement, the Company's main business will involve investment activities. As such, there are no reportable segments as per Accounting Standard 17 on 'Segment Reporting' as prescribed under Section 133 of Companies Act, 2013. Prior to the Demerger, the Company's main business was financing by way of loans and hence there were no reportable segments in previous periods / year.
- 6 During the quarter ended June 30, 2016 the Company has issued 1917416 equity shares of face value of ₹ 10 each pursuant to exercise of stock options by employees under the employee stock option scheme.
- 7 The disclosures for NPA referred to in note 15 (iii) above correspond to non performing advances.



8 Key data relating to the consolidated results of IDFC Limited are as under:

(₹ in lakhs)

Particulars	Quarter ended 30.06.2016	Quarter ended 31.03.2016	Quarter ended 30.06.2015	Year ended 31.03.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Income from operations	235600	199928	219340	894228
Net profit after tax	18121	13045	25421	(93480)
Earnings per share				
(a) Basic (₹)	1.14	0.81	1.60	(5.87)
(b) Diluted (₹)	1.13	0.81	1.59	(5.87)

- 9 The figures for the quarter ended March 31, 2016 are the balancing figures between audited figures of the full financial year 2015-16 and the published year to date figures up-to the third quarter of the financial year.
- 10 The figures for the previous periods / year have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached.

For Deloitte Haskins & Sells LLP



P.R. Ramesh
Partner
Chennai, July 26, 2016

For and on behalf of the Board



Vikram Limaye
Managing Director & CEO

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF IDFC LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **IDFC LIMITED** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its share of the (loss) of its associates for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Holding 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.
3. The Statement includes the results of the following entities

Subsidiaries: IDFC Financial Holding Company Limited, IDFC Bank Limited, IDFC Alternatives Limited, IDFC Finance Limited, IDFC Projects Limited, IDFC Securities Limited, IDFC Trustee Company Limited, IDFC Asset Management Company Limited, IDFC AMC Trustee Company Limited, IDFC Infra Debt Fund Limited, IDFC Capital (Singapore) Pte. Limited - Singapore, IDFC Securities (Singapore) Pte. Limited - Singapore, IDFC Capital (USA) Inc. - USA and IDFC Investment Managers (Mauritius) Limited - Mauritius.

Associates: Feedback Infra Private Limited, Millennium City Expressways Private Limited and Jetpur Somnath Tollways Private Limited.
4. We did not review the interim financial results of two subsidiaries included in the consolidated financial results, whose interim financial results reflect total



revenues of Rs.7,035 lakhs for the Quarter ended June 30, 2016 and total profit after tax of Rs. 2,262 lakhs for the Quarter ended June 30, 2016, as considered in the consolidated financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.

5. The consolidated financial results includes the interim financial results of four subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 357 lakhs for the Quarter ended June 30, 2016, and total loss after tax of Rs. 88 lakhs for the Quarter ended June 30, 2016 as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of loss after tax of Rs. 1,602 lakhs for the Quarter ended June 30, 2016, as considered in the consolidated financial results, in respect of three associates, based on their interim financial results which have not been reviewed by their auditors.
6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above and except for the possible effects of the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to Note 5 to the Statement which describes the demerger of the financial undertaking of the Company, as defined in the Scheme of Arrangement under section 391-394 of the Companies Act, 1956 approved by the Hon'ble Madras High Court vide its order dated June 25, 2015 into the IDFC Bank Limited with effect from October 1, 2015.

Our conclusion is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



P.R. Ramesh
Partner
(Membership No.70928)

CHENNAI, 26 July, 2016
PRR/PG/PPA

IDFC Limited



Registered Office: KRM Towers, 8th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamilnadu
CIN No. L65191TN1997PLC037415

Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2016					(₹ in lakhs)
Particulars	Quarter ended 30.06.2016	Quarter ended 31.03.2016	Quarter ended 30.06.2015	Year ended 31.03.2016	
	(Unaudited)	(Unaudited) (see note 10)	(Unaudited)	(Audited)	
1 Income from operations					
(a) Income from operations	235430	200430	219028	893915	
(b) Other operating income	170	(502)	312	313	
Total Income from operations	235600	199928	219340	894228	
2 Expenses					
(a) Employee benefits expense	17033	17777	12659	64004	
(b) Other expenses	15186	17840	10896	52625	
(c) Provisions and contingencies	1492	(380)	6246	32674	
(d) Depreciation and amortisation expense	3074	2958	678	6238	
Total Expenses	36785	38195	30479	155541	
3 Profit from operations before other income, finance costs and exceptional items (1-2)	198815	161733	188861	738687	
4 Other income (see note 6)	458	1578	91	2808	
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	199273	163311	188952	741495	
6 Finance costs	149291	131787	148696	573555	
7 Exceptional items (see note 7)	-	-	-	(263872)	
8 Profit / (Loss) from ordinary activities before tax (5-6-7)	49982	31524	40256	(95932)	
9 Tax expense (net)	16874	4463	12897	(36746)	
10 Net Profit / (Loss) from ordinary activities after tax (8-9)	33108	27061	27359	(59186)	
11 Extraordinary items (net of tax)	-	-	-	-	
12 Net Profit / (Loss) after tax before share of minority interest and share of loss from associates (10+11)	33108	27061	27359	(59186)	
13 Share of loss from associates (equity method)	(1602)	(2178)	(1243)	(6498)	
14 Share of minority interest	13385	11838	695	27796	
15 Net Profit / (Loss) after tax, share of minority interest and share of loss from associates (12+13-14)	18121	13045	25421	(93480)	
16 Paid-up equity share capital (see note 8) (Face value ₹ 10 each)	159594	159402	159380	159402	
17 Reserves excluding revaluation reserves				850897	
18 Earnings per share (of ₹ 10 each)(not annualised)					
(a) Basic (₹) (see note 8)	1.14	0.81	1.60	(5.87)	
(b) Diluted (₹) (see note 8)	1.13	0.81	1.59	(5.87)	



2 The disclosure in terms of Accounting Standard 17 on 'Segment Reporting' as specified under section 133 of Companies Act, 2013 for the Group is as under:

(₹ in lakhs)

Particulars	Consolidated			
	Quarter ended 30.06.2016	Quarter ended 31.03.2016	Quarter ended 30.06.2015	Year ended 31.03.2016
	(Unaudited)	(Unaudited) (see note 10)	(Unaudited)	(Audited)
Segment revenue				
Financing*	223539	187505	205442	860368
Others **	12161	12439	14247	54478
	235700	199944	219689	914846
Less: Inter segment revenue	(100)	(16)	(349)	(20618)
Income from operations	235600	199928	219340	894228
Segment results				
Financing*	44913	25380	34374	(119997)
Others **	4643	4506	5807	21488
Unallocated	426	1638	75	2577
Profit before tax	49982	31524	40256	(95932)
Segment assets				
Financing*	10171399	7375523	8732186	7375523
Others **	168724	165051	182578	165051
Unallocated	281507	221714	121916	221714
Total Assets	10621630	7762288	9036680	7762288
Segment liabilities				
Financing*	8827418	6071741	7254214	6071741
Others **	13998	12992	11794	12992
Unallocated	72985	3173	11883	3173
Total Liabilities	8914401	6087906	7277891	6087906
Capital employed (Segment assets - Segment liabilities)				
Financing*	1343981	1303782	1477972	1303782
Others **	154726	152059	170784	152059
Unallocated	208522	218541	110033	218541
Total Capital employed	1707229	1674382	1758789	1674382

* Financing segment includes Banking business.

** Others comprise asset management, investment banking and institutional broking.



3 The analytical ratios and key data relating to *standalone results* of IDFC Limited are as under:

(₹ in lakhs)

Particulars	Standalone			
	Quarter ended 30.06.2016	Quarter ended 31.03.2016	Quarter ended 30.06.2015	Year ended 31.03.2016
	(Unaudited)	(Unaudited) (see note 10)	(Unaudited)	(Audited)
(i) Capital adequacy ratio	92.53%	92.15%	23.80%	92.15%
(ii) Earnings per share (of ₹ 10 each) (not annualised)				
(a) Basic (₹) (see note 8)	0.03	0.03	1.51	(7.29)
(b) Diluted (₹) (see note 8)	0.03	0.02	1.51	(7.29)
(iii) NPA Ratio (see note 9)				
(a) Amount of gross NPA	-	-	81065	-
(b) Amount of net NPA	-	-	52414	-
(c) % of gross NPA to gross advances	-	-	1.52%	-
(d) % of net NPA to net advances	-	-	0.99%	-
(iv) Return on assets (annualised)	0.22%	0.20%	1.05%	(2.43)%
(v) Turnover (Total Income from operations) *	1668	605	208682	456048
(vi) Profit / (Loss) before tax *	980	(123)	34904	(180524)
(vii) Profit / (Loss) after tax *	525	480	24088	(116214)

* Income from operations for the year ended March 31, 2016 includes dividend from subsidiary companies of ₹ 20001 lakhs.

- 4 The above results were reviewed by the Audit Committee and approved by the Board of Directors and have been subjected to a "Limited Review" by the Statutory Auditors.
- 5 Pursuant to order of the Hon'ble Madras High Court dated June 25, 2015 approving the Scheme of Arrangement under Section 391-394 of the Companies Act, 1956, between the Company and IDFC Bank Limited and their respective shareholders and creditors and on receipt of final Banking License by IDFC Bank Limited for commencement of banking operations, the demerger has been recorded with effective date of October 1, 2015. Post transfer of the Financing undertaking to IDFC Bank Limited, the Holding Company is mainly an investment company, with minimal operations.
- 6 Other income includes interest on income tax refund of ₹ 426 lakhs for the quarter ended June 30, 2016, ₹ 75 lakhs for the quarter ended June 30, 2015 and ₹ 2577 lakhs for the year ended March 31, 2016.
- 7 Pursuant to the application made by the Holding Company, the Reserve Bank of India ("RBI") has granted its approval to utilise the balance in the Statutory Reserves to create specific provisions against identified advances. Accordingly, the Holding Company has during the year ended March 31, 2016, created specific provisions of ₹ 250000 lakhs on such assets. This one time provision, along with the reversal of unrealised interest on identified advances, amounting to ₹ 13872 lakhs have been charged to the Statement of Profit and Loss and classified as exceptional item.
- 8 During the quarter ended June 30, 2016 the Holding Company has issued 1917416 equity shares of face value of ₹ 10 each pursuant to exercise of stock options by employees under the employee stock option scheme.
- 9 The disclosures for NPA referred to in note 3 (iii) above correspond to non performing advances.



- 10 The figures for the quarter ended March 31, 2016 are the balancing figures between audited figures of the full financial year and the published year to date figures up-to the third quarter of the relevant financial year.
- 11 The standalone financial results are available on the Company's website (www.idfc.com) and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- 12 The figures for the previous periods / year have been regrouped wherever necessary, in order to make them comparable.

For DELOITTE HASKINS & SELLS LLP

A handwritten signature in blue ink, appearing to read 'P. R. Ramesh'.

P. R. Ramesh
Partner
Chennai, July 26, 2016

FOR AND ON BEHALF OF THE BOARD

A handwritten signature in blue ink, appearing to read 'Vikram Limaye'.

Vikram Limaye
Managing Director & CEO