

November 08, 2019

The Manager – Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Bandra-Kurla-Complex, Bandra (East),
Mumbai - 400 051
NSE Scrip Code: IDFC

The Manager – Listing Department
BSE Limited
1st Floor, P.J. Towers,
Dalal Street,
Mumbai - 400 001
BSE Scrip Code: 532659

Dear Sirs,

Sub: Outcome of 134th Board Meeting of IDFC Limited

This is to inform you that the Board of Directors ('the Board') of IDFC Limited ('the Company') at its meeting held today i.e. November 08, 2019 has inter alia considered the following:

1. Approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended September 30, 2019. Please find enclosed herewith the aforesaid financial results together with copies of Limited Review Reports issued by Price Waterhouse & Co LLP, Chartered Accountants, the Statutory Auditors of the Company. We hereby confirm and declare that the Statutory Auditors of the Company have issued Report on the aforesaid financial results (Standalone and Consolidated) with unmodified opinion.
2. Approved shifting the Corporate Office of the Company within Mumbai from Naman Chambers, 6th Floor, C-32, G-Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051, India to 6th Floor, One India Bulls Centre, Jupiter Mills Compound, 841, Senapati Bapat Marg, Elphinstone, Mumbai – 400013, India with effect from November 15, 2019.
3. Based on recommendation of the Nomination and Remuneration Committee, the Board approved the appointment of Mr. Ajay Sondhi (DIN: 01657614) as an Additional Director in the category of Independent Director for a period of 3 (Three) years with immediate effect, subject to approval of the shareholders of the Company and other applicable statutory/regulatory approvals.

Pursuant to Regulation 30 of the Listing Regulations, details of Mr. Ajay Sondhi is as below:

Reason for Change	Appointment as an Independent Director
Date of Appointment & term of appointment	Appointed for a period of 3 (Three) years with immediate effect
Brief Profile	enclosed as Annexure A
Disclosure of Relationships between Directors	Mr. Ajay Sondhi is not related to any Director of the Company



4. The Board of Directors of IDFC Limited have approved the acquisition of 100% equity stake of IDFC Alternatives Limited and IDFC Trustee Company Limited (both have been NON-OPERATIVE step down subsidiaries of IDFC Limited) from IDFC Financial Holding Company Limited (a wholly owned subsidiary of IDFC Limited) at their respective book values as a part of simplification of its corporate structure.

The above information is also available on the website of the Company: www.idfc.com

The Board Meeting commenced at 12:15 p.m. and concluded at 3:30 p.m.

Kindly take note of the same.

Thanking you,

Yours faithfully,
For IDFC Limited



Mahendra N. Shah
Company Secretary



Encl.: A/a

**AJAY SONDHI**

10 Cuscaden Walk 03-02, Singapore 249693

Cell: +65-93836514 Email: ajay.sondhi@gmail.com LinkedIn: sg.linkedin.com/in/sondhiSG**EDUCATION**

2017	Advanced Leadership Initiative Fellow 2017, Harvard University
2006	Citigroup Private Bank MD Leadership Program at Harvard Business School
1982	Master of Management Studies (Finance), JBIMS, Mumbai University, India
1980	B.A. (Hons) Economics, St. Stephen's College, Delhi University, India
1976	I.S.C., Doon School, India

PURSUIITS AND EMPLOYMENT**03/15 onwards: Founder and CEO, Sentinel Advisors Pte Ltd, Singapore**

Founded and run a business and strategy advisory boutique focusing on the India, ASEAN and North Asia markets, with particular sector focus on Health Sciences, Financial Services, and Real Estate.

12/17 onwards: Senior Fellow at the Harvard Global Health Institute and Visiting Scientist at the Harvard T.H. Chan School of Public Health

I assist HGHI with strategic initiatives in the development of two key areas of focus in India and China aimed at establishing how best to systematically measure quality and evaluate interventions meant to improve healthcare outcomes. Utilizing my significant private sector experience, I focus on integrating the private sector and others in defining lasting solutions.

01/17 to 12/17: Advanced Leadership Initiative Fellow 2017, Harvard University

I worked on a project to impart digital literacy to underprivileged children in India. In an increasingly digital world the nature of jobs is rapidly evolving. By making children digitally literate and capable of using consumer technologies to access the vast resources of the Internet we can enable them to self-learn, supplement school-based 'push-education' with 'pull-education' via the Internet and acquire relevant job skills.

09/08 to 6/14: MD & Regional Manager for Private Wealth Management, Goldman Sachs, Singapore

Managed the Singapore based Private Wealth Management business with primary responsibility for the ASEAN, India and Australia markets; co-coverage of mainland China, Hong Kong and Taiwan markets jointly with the GS HK office; was also responsible for the Non-Resident Indian segment internationally. Took early retirement w.e.f. June 2014.

07/05 to 09/08: Managing Director and Head – Global India, Citi Private Bank, Singapore

Responsible for Citi Private Bank's Non-Resident Indian client segment internationally, as well as for building and managing the onshore India business. Managed teams of private bankers based in Singapore, Hong Kong, London, Geneva, Dubai and India. In 2007, took on additional responsibility for Citi Private Bank's onshore businesses in China and Korea.

07/02 to 06/05: Vice Chairman & Managing Director, Kotak Mahindra Capital Company, India

Functionally managed the investment banking and institutional stock broking joint ventures between the Kotak Mahindra Group and Goldman Sachs. Was also Group President, responsible for corporate and institutional relationships across the other group businesses of commercial banking, wealth management, asset management and insurance.

03/98 to 06/02: Managing Director & Country Head, UBS AG / UBS Warburg, India

Oversaw UBS Group activities in India, including investment banking (functional responsibility), equities research, institutional stock broking, and the private equity activities of UBS Capital. In 12/99, assumed additional responsibility for investment banking coverage of Asian and U.S. software services companies.

03/96 to 02/98: Group Chief Executive Officer, Barclays Bank / BZW Ltd., India

Was responsible for all Barclays Group businesses in India, with focus on investment banking. Functionally managed BZW, the then leading investment bank in India.

02/94 to 02/96: Director and Head - South Asia, Salomon Brothers, Hong Kong

Responsible for Salomon Brothers' South Asian investment banking activities, including client relationship development, origination and execution of equity and debt mandates, and advisory services.

09/82 to 02/94: Citibank N.A.

Country Marketing and Credit Head, Citibank Egypt, Cairo (11/93 to 2/94). Various positions in Corporate Banking and Corporate Finance, eventually heading both functions in India (1982 to 1993)

BOARD AND ADVISORY EXPERIENCE**Current:**

- Independent Director on the Board of Maxx Medical Pte. Ltd., Singapore
- Executive Chairman of the Board of Meeba Holding Pte. Ltd., Singapore
- Independent Director on the Board of Noora Health, a 501(c)(3) California Nonprofit Public Benefit Corporation

Previous:

- Member of the Board of Advisors, Tufts University School of Medicine and the Sackler School of Graduate Biomedical Sciences, Boston, MA, USA
- Independent Director on the Board of IDFC Securities Ltd., India
- Independent Director on the Board of IDFC First Bank Ltd., India
- Independent Director on the Board of Mahanagar Gas Ltd. (a British Gas company), India (2002-05).
- India Country Advisor for the Save the Children Alliance (UK) (2003-05)
- Board Committee Member, Society for the Physically Disabled, Singapore

PERSONAL DATA

Languages: English, Hindi and Punjabi

Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
IDFC Limited
Naman Chambers, C-32, G Block,
Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051

1. We have reviewed the unaudited financial results of IDFC Limited (the “Company”) for the quarter ended September 30, 2019 which are included in the accompanying Statement of Standalone unaudited Financial Results, the Statement of Standalone unaudited Assets and Liabilities as on that date and the Statement of Standalone unaudited Cash Flows for the half-year ended on that date (the “Statement”). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations, 2015”), which has been initialled by us for identification purposes. Attention is drawn to the fact that the statement of Cash Flows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in the Statement have been approved by the Company’s Board of Directors, but have not been subjected to review. The 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 the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters, to the extent those are not inconsistent with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013.

Our conclusion is not modified in respect of these matters.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009



Russell I Parera
Partner
Membership Number: 42190
UDIN: 19042190AAAACN5644

Place: Mumbai
Date: November 8, 2019

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)
Mumbai - 400 028
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

Statement of Standalone unaudited Financial Results for the quarter and half year ended September 30, 2019							(₹ in crores)
Particulars	For the quarter ended			For the half year ended		For the year ended	
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019	
	Unaudited (Refer note 7)	Unaudited	Unaudited (Refer note 7)	Unaudited	Unaudited	Audited	
Revenue from operations							
i Interest income	0.95	1.00	5.78	1.95	7.02	18.85	
ii Dividend income (see note 4)	-	-	121.05	-	121.05	121.05	
iii Fees and commission income	-	0.01	-	0.01	0.11	0.11	
iv Net gain on fair value changes	8.00	41.24	9.90	49.24	19.60	17.69	
I Total revenue from operations	8.95	42.25	136.73	51.20	147.78	157.70	
II Other income	3.45	2.89	3.30	6.34	6.99	11.49	
III Total income (I+II)	12.40	45.14	140.03	57.54	154.77	169.19	
Expenses							
i Employee Benefits Expenses	2.73	3.99	6.16	6.72	10.99	21.68	
ii Impairment on financial instruments	(0.01)	0.01	0.61	β	1.15	8.95	
iii Impairment on investment in subsidiaries	-	-	-	-	-	12.98	
iv Depreciation, amortization and impairment	1.26	1.27	1.27	2.53	2.61	5.17	
v Other expenses	4.20	1.72	2.37	5.92	3.13	12.17	
IV Total expenses (IV)	8.18	6.99	10.41	15.17	17.88	60.95	
V Profit before exceptional items and tax (III - IV)	4.22	38.15	129.62	42.37	136.89	108.24	
VI Exceptional Items	-	-	-	-	-	-	
VII Profit/(loss) before tax (V-VI)	4.22	38.15	129.62	42.37	136.89	108.24	
VIII Tax expense: (see note 5)							
(1) Current tax	8.54	0.80	13.03	9.34	16.76	20.24	
(2) Deferred tax (net)	(6.85)	11.50	(7.94)	4.65	(7.37)	(10.71)	
(3) Tax adjustment on earlier years	-	0.04	-	0.04	-	(29.18)	
Total tax expense	1.69	12.34	5.09	14.03	9.39	(19.65)	
IX Profit/(loss) for the period (VII-VIII)	2.53	25.81	124.53	28.34	127.50	127.89	
X Other Comprehensive Income							
A (i) Items that will not be reclassified to profit or loss							
- Remeasurements of post-employment benefit obligations	(0.05)	(0.08)	0.05	(0.13)	0.10	(0.32)	
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.01	0.02	(0.01)	0.03	(0.03)	0.09	
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-	
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	
Other comprehensive income / (loss) for the period, net of tax	(0.04)	(0.06)	0.04	(0.10)	0.07	(0.23)	
XI Total Comprehensive Income for the period (IX+X)	2.49	25.75	124.57	28.24	127.57	127.66	
XII Paid-up equity share capital (face value of ₹ 10 per share)	1,596.36	1,596.36	1,596.36	1,596.36	1,596.36	1,596.36	
XIII Earnings per equity share (not annualised):							
Basic	0.02	0.16	0.78	0.18	0.80	0.80	
Diluted	0.02	0.16	0.78	0.18	0.80	0.80	



IDFC Limited

Registered Office: KRM Towers, 7th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamil Nadu
CIN No. L65191TN1997PLC037415



Notes:-

1 Statement of Standalone Unaudited Assets and Liabilities as at September 30, 2019

(₹ in crores)

Particulars	As at September 30, 2019 (unaudited)	As at March 31, 2019 (Audited)
ASSETS		
1 Financial Assets		
a Cash and cash equivalents	399.52	0.54
b Bank balance other than (a) above	1.48	2.13
c Receivables		
(i) Trade receivables	-	-
(ii) Other receivables	6.94	2.94
d Loans	-	-
e Investments	9,381.88	9,722.44
f Other financial assets	11.69	2.87
2 Non-financial Assets		
a Current tax asset (net)	3.03	37.56
b Property, plant and equipment	49.41	51.93
c Other non-financial assets	2.89	0.30
Total Assets	9,856.84	9,820.71
LIABILITIES AND EQUITY		
1 Financial Liabilities		
a Payables		
(i) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	3.08	2.40
b Other Financial Liabilities	484.55	5.83
2 Non-Financial Liabilities		
a Current tax liabilities (Net)	5.46	1.03
b Deferred tax liabilities (Net)	13.47	8.83
c Provisions	22.83	22.84
d Other non-financial liabilities	0.43	1.04
EQUITY		
a Equity share capital	1,596.36	1,596.36
b Other Equity (see note 8)	7,730.66	8,182.38
Total Liabilities and Equity	9,856.84	9,820.71



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CIN No. L65191TN1997PLC037415

**2 Statement of standalone unaudited cash flows for the half year ended September 30, 2019**

(₹ in crores)

Particulars	Half Year ended September 30, 2019	Half Year ended September 30, 2018
CASH FLOW FROM OPERATING ACTIVITIES :		
Profit/(Loss) before tax	42.37	136.89
Adjustments :		
Depreciation, amortisation and impairment	2.53	2.61
Dividend	-	(121.05)
Impairment of financial instruments	β	1.15
Interest income	(1.93)	(2.01)
Profit on sale of current investments (net)	(28.53)	(47.73)
Employee share based payment expense	1.25	6.70
Change in fair value of financial assets at FVTPL	(20.71)	28.13
Capex recovery	(0.29)	(0.29)
Interest on fixed deposits	(0.01)	(0.46)
Interest on Inter corporate deposits	(0.01)	(4.55)
Provisions for employee benefits	(0.10)	0.07
Operating profit before working capital changes	(5.43)	(0.54)
Adjustments for (increase)/ decrease in operating assets:		
Trade receivables	(4.00)	(1.09)
Other non-financial assets	(2.59)	(3.98)
Other financial assets	(8.82)	(5.49)
Adjustments for increase/ (decrease) in operating liabilities		
Trade payables	0.68	(0.80)
Other non-financial liabilities	(0.61)	0.85
Other financial liabilities	(2.40)	(1.74)
Cash generated from operations	(17.74)	(12.25)
Less : Income taxes paid (net of refunds)	29.57	(19.99)
Net cash inflow / (outflow) from operating activities	6.40	(32.78)
CASH FLOW FROM INVESTING ACTIVITIES :		
Payments for purchase of investment	(174.54)	(759.54)
Advance given to subsidiary	(1.00)	(295.52)
Repayment of advances given to subsidiaries	1.01	-
Dividend received from subsidiaries	-	121.05
Proceeds from sale of investments	566.46	1,204.88
Term deposits placed	(7.22)	(400.00)
Term deposits matured	7.23	400.00
Purchase of Fixed assets	(0.01)	-
Net cash inflow / (outflow) from investing activities	391.93	270.87
CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend paid (including dividend distribution tax)	-	(119.73)
Net cash inflow / (outflow) from financing activities	-	(119.73)
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	398.33	118.36
Add : Cash and cash equivalents at beginning of the year	2.67	3.54
Cash and cash equivalents at end of the period	401.00	121.90



IDFC Limited

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CIN No. L65191TN1997PLC037415



- 3 The standalone financial results of the Company have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") prescribed under section 133 of the Companies Act, 2013. The Company has adopted Ind AS from April 1, 2018 with transition date of April 1, 2017.
- 4 Revenue from operations for the quarter and half year ended September 30, 2018 and year ended March 31, 2019 includes dividend from subsidiary companies of ₹ 120.99 crore.
- 5 The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019. Accordingly, the Company has recognised Provision for Income Tax for the quarter and half year ended September 30, 2019 and re-measured its Deferred tax assets/ liability as at September 30, 2019 basis the revised rate of 25.17% which resulted in increase in profit by ₹ 1.79 crores.
- 6 The Company's main business is to carry out Investment activity in India. All other activities of the Company revolve around the main business of the Company. Accordingly, there are no separate reportable segments, as per Ind AS 108 "Operating Segment."
- 7 Figures for the quarter ended September 30, 2019 and September 30, 2018 are derived by deducting from the reported half year figures for the six ended September 30, 2019 and September 30, 2018 the unaudited figures for the quarter ended June 30, 2019 and June 30, 2018 respectively.
- 8 The Board of Company had declared interim dividend of ₹ 2.50/- per share on September 30, 2019. The same was paid on October 4, 2019 to shareholders on a record date as decided by the Board.
- 9 Figures less than ₹ 50,000 have been denoted by β.
- 10 The aforesaid standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 8, 2019.
- 11 Figures of the previous period have been regrouped wherever necessary, in order to make them comparable.

For and on behalf of the Board of IDFC Limited

Sunil Kakar
Managing Director & CEO

Mumbai, November 8, 2019



Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
IDFC Limited
Naman Chambers, C-32, G-Block,
Bandra Kurla Complex,
Bandra (East), Mumbai – 400051.

1. We have reviewed the unaudited consolidated financial results of IDFC Limited (the "Parent"), its subsidiaries (the parent and its subsidiaries hereinafter referred to as the "Group"), joint ventures and associate companies for the quarter ended September 30, 2019 which are included in the accompanying Statement of Consolidated unaudited Financial Results, the Statement of Consolidated unaudited Assets and Liabilities as on that date and the Statement of Consolidated unaudited Cash Flows for the half-year ended on that date (the "Statement"). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialed by us for identification purposes. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended September 30, 2018 and the corresponding period from April 01, 2018 to September 30, 2018, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and has been approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. The Statement includes the results of the entities listed in Annexure A.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 11 and 12 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 12 to the Statement regarding non laying of Consolidated Financial Statements of IDFC Foundation (a Subsidiary of the Parent) for the year ended March 31, 2018 in the Annual General Meeting held on September 28, 2018 as required under section 129(3) of the Act and consequent to which there is a non-compliance with the provisions of Section 137(1) of the Act to the extent this section is applicable to the consolidated financial statements. The consequential impact of these non-compliances is presently not ascertainable pending disposal of application filed by the Company for compounding of these contraventions before the Regional Director.

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Bandra (West)
Mumbai - 400 028

T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 093

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership) with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E).



Our conclusion is not modified in respect of these matters.

7. We draw attention to following Emphasis of matters paragraph included in the review report on the Special purpose condensed consolidated financial information of IDFC FIRST Bank Limited (an associate of the Parent), its subsidiary and its associate, issued by their auditors vide report dated October 24, 2019.

"We draw attention to the fact that the accompanying Reporting package is not presented in accordance with and does not include all the information required to be disclosed as per Ind AS and accounting principles generally accepted in India. Accordingly, the accompanying Reporting package is not intended to give a true and fair view of the financial position of the Group as at 30 September 2019, or the results of its operations or its cash flows for the quarter then ended in accordance with accounting principles generally accepted in India.

We draw attention to note 3 of the Reporting package which explains the accounting of the merger of the Capital First Limited and its wholly owned subsidiaries, Capital First Home Finance Limited and Capital First Securities Limited (the 'CFL Group') with the Bank, resulting in recognition and accelerated amortization of intangible assets through the Profit and Loss account during the year ended March 31, 2019.

Our conclusion is not modified in respect of these matters."

Note 3 as described above corresponds to Note 8 to the Statement.

8. We draw attention to following Emphasis of matters paragraph included in the review report on the Special purpose condensed consolidated financial information of IDFC Capital (Singapore) Pte Ltd (a subsidiary of the Parent), issued by an independent firm of chartered accountants vide its report dated November 4, 2019.

"We draw attention to the fact that the accompanying Reporting package is not presented in accordance with and does not include all the information required to be disclosed as per Ind AS and accounting principles generally accepted in India. Accordingly, the accompanying Reporting package is not intended to give a true and fair view of the financial position of the Company as at 30 September 2019, or the results of its operations or its cash flows for the quarter then ended in accordance with accounting principles generally accepted in India.

Our conclusion is not modified in respect of this matter."

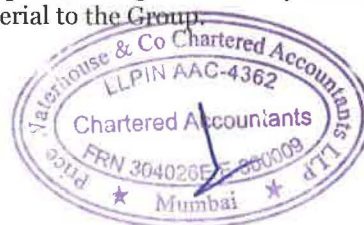
9. We draw attention to following Emphasis of matters paragraph included in the review report on the Special purpose condensed consolidated financial information of IDFC Securities (Singapore) Pte Ltd (a subsidiary of the Parent), issued by an independent firm of chartered accountants vide its report dated November 4, 2019.

"We draw attention to the fact that the accompanying Reporting package is not presented in accordance with and does not include all the information required to be disclosed as per Ind AS and accounting principles generally accepted in India. Accordingly, the accompanying Reporting package is not intended to give a true and fair view of the financial position of the Company as at 30 September 2019, or the results of its operations or its cash flows for the quarter then ended in accordance with accounting principles generally accepted in India.

Our conclusion is not modified in respect of this matter"

10. We draw attention to following Other Matters paragraph included in the review report on the Special purpose condensed consolidated financial information of IDFC FIRST Bank Limited (an associate of the Parent), its subsidiary and its associate, their auditors vide report dated October 24, 2019

"The Reporting Package does not consolidate 7 subsidiaries, whose interim financial information reflect total assets of Rs. 1,734 crore as at 30 September 2019 which has not been reviewed by us. In our opinion and according to the information and explanations given to us by Management, the impact of this interim financial information is not material to the Group.



Price Waterhouse & Co Chartered Accountants LLP

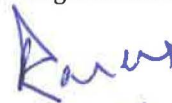
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Our conclusion is not modified in respect of this matter.”

11. We did not review the financial results of two subsidiaries included in the Statement, whose financial results reflect total assets of Rs. 75.94 crores and net assets of Rs. 75.14 crores as at September 30, 2019 and total revenues of Rs. 2.95 crores, total profit after tax of Rs. 1.47 crores and total comprehensive income of Rs. Nil, for the quarter ended September 30, 2019, and cash inflows (net) of Rs. 1.09 crores for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of Rs. 369.71 crores and total comprehensive gain (net) of Rs. 122.37 crores for the quarter ended September 30, 2019, as considered in the Statement, in respect of two associates and two joint ventures, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose reports expressed unmodified conclusion and have been furnished to us by the Management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
12. We did not review the financial results of two subsidiaries included in the Statement, whose financial results reflect total assets of Rs. 38.63 crores and net assets of 37.96 crores as at September 30, 2019 and total revenues of Rs. 0.04 crores, total net loss after tax of Rs. 0.99 crores and total comprehensive income of Rs. Nil, for the quarter ended September 30, 2019, and cash outflows (net) of Rs. 84.24 crores for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. These financial results have been reviewed by independent auditors in accordance with SRE 2400, "Engagements to Review Historical Financial Statements" and their reports, vide which they have issued an unmodified conclusion, have been furnished to us by the independent auditors and our conclusion 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 independent auditors and the procedures performed by us as stated in paragraph 3 above.
13. The Statement includes the financial information of three subsidiaries which have not been reviewed by their auditors, whose financial information total assets of Rs. 7.61 crores and net assets of 7.37 crores as at September 30, 2019 and total revenues of Rs. 0.35 crores, total net loss after tax of Rs. 0.03 crores and total comprehensive income of Rs. Nil, for the quarter ended September 30, 2019, and cash inflows of Rs. 0.89 crores for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. The Statement also includes the Group's share of net profit/(loss) after tax of Rs. Nil and total comprehensive income of Rs. Nil for the quarter ended September 30, 2019, as considered in the Statement, in respect of one associate, based on their financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the matters set out in paragraphs 11, 12 and 13 above.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009



Russell I Parera
Partner

Membership Number 42190
UDIN: 19042190AAAAC06337

Place: Mumbai
Date: November 8, 2019

Annexure A: List of entities

A. Subsidiaries – Direct

1. IDFC Projects Limited
2. IDFC Financial Holding Company Limited
3. IDFC Foundation (a section 8 company)

B. Subsidiaries – Indirect

1. IDFC Alternatives Limited
2. IDFC Asset Management Company Limited
3. IDFC Trustee Company Limited
4. IDFC AMC Trustee Company Limited
5. IDFC Securities Limited
6. NIIF Infrastructure Finance Limited (formerly known as IDFC Infrastructure Finance Limited) (upto March 11, 2019)
7. IDFC Capital (Singapore) Pte Limited
8. IDFC Investment Managers (Mauritius) Limited
9. IDFC Capital (USA), Inc.
10. IDFC Securities Singapore Pte. Limited
11. IDFC IEH Conservative Fund (w.e.f February 15, 2018)
12. IDFC IEH Tactical Fund (w.e.f February 16, 2019)
13. India Multi Avenues Fund Limited

C. Associates – Direct

1. Novopay Solutions Private Limited

D. Associates – Indirect

1. IDFC FIRST Bank Limited (formerly known as IDFC Bank Limited)
2. IDFC FIRST Bharat Limited (formerly known as IDFC Bharat Limited)
3. Millennium City Expressways Private Limited
4. NIIF Infrastructure Finance Limited (formerly known as IDFC Infrastructure Finance Limited) (w.e.f March 12, 2019)
5. Jetpur Somnath Tollways Limited
6. India Infrastructure Fund (upto July 01, 2018)
7. India Infrastructure Fund II (upto July 01, 2018)
8. IDFC Real Estate Yield Fund (upto January 30, 2019)
9. IDFC Private Equity Fund III (upto January 30, 2019)
10. IDFC Private Equity Fund IV (upto January 30, 2019)
11. IDFC Score Fund (upto January 30, 2019)
12. Emerging Markets Private Equity Fund LP (upto April 4, 2019)

E. Joint Ventures – Indirect

1. Infrastructure Development Corporation (Karnataka) Limited
2. Delhi Integrated Multi-Modal Transit System Limited
3. Karnataka Rail Infrastructure Development Company (Karnataka) Limited (upto December 17, 2018)
4. India PPP Capacity Building Trust



Statement of Consolidated unaudited Financial Results for the quarter and half year ended September 30, 2019

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited (Refer note 16)	Unaudited	Unaudited (Refer note 16)	Unaudited	Unaudited	Audited
Revenue from operations						
i Interest income	4.83	4.60	3.79	9.43	6.24	14.73
ii Dividend income	0.11	0.03	0.22	0.14	0.32	0.33
iii Fees and commission income	73.07	61.71	87.43	134.78	185.86	309.09
iv Net gain on fair value changes (see note 5b)	(20.12)	51.91	126.88	31.79	139.41	31.32
I Total revenue from operations	57.89	118.25	218.32	176.14	331.83	355.47
II Other income	6.85	14.79	54.40	21.64	65.30	162.67
III Total Income (I+II)	64.74	133.04	272.72	197.78	397.13	518.14
Expenses						
i Finance costs	(0.54)	0.63	(0.28)	0.09	4.82	5.51
ii Impairment on financial instruments	(0.13)	0.03	0.61	(0.10)	26.96	38.80
iii Employee benefits expenses	33.13	28.90	31.34	62.03	65.01	139.06
iv Depreciation, amortization and impairment	2.85	5.82	3.17	8.67	6.47	13.93
v Other expenses	30.64	22.65	49.90	53.29	97.06	175.90
IV Total expenses (IV)	65.95	58.03	84.74	123.98	200.32	373.20
V Profit/ (loss) before exceptional items and tax (III - IV)	(1.21)	75.01	187.98	73.80	196.81	144.94
VI Exceptional items	-	-	-	-	-	-
VII Profit/ (loss) before share of net profits of Investments accounted for using equity method and tax (V-VI)	(1.21)	75.01	187.98	73.80	196.81	144.94
VIII Share of net profit / (loss) of associates and joint ventures accounted for using equity method	(369.71)	(51.56)	(78.28)	(421.27)	(39.11)	(845.97)
IX Profit / (Loss) before tax from continuing operations (VII + VIII)	(370.92)	23.45	109.70	(347.47)	157.70	(701.03)
X Tax expense:						
i Current tax	14.48	13.80	41.60	28.28	60.35	73.42
ii Deferred tax (net)	(9.46)	11.91	(29.54)	2.45	(21.78)	(192.49)
iii Tax adjustment of earlier years	8	0.16	8	0.16	8	(29.39)
Total tax expense	5.02	25.87	12.06	30.89	38.57	(148.46)
XI Net profit / (loss) after tax from continuing operations (IX - X)	(375.94)	(2.42)	97.64	(378.36)	119.13	(552.57)
XII Discontinued operations:						
i Profit / (loss) from discontinued operations	(31.32)	0.36	13.31	(30.96)	44.27	(234.28)
ii Tax expense of discontinued operations	(0.26)	1.48	4.30	1.22	5.56	35.19
Net profit / (loss) for the period from discontinued operations	(31.06)	(1.12)	9.01	(32.18)	38.71	(269.47)
XIII Net profit / (Loss) for the year/ period (XI+XII)	(407.00)	(3.54)	106.65	(410.54)	157.84	(822.04)
XIV Other Comprehensive Income						
A (i) Items that will not be reclassified to profit or loss						
- Remeasurements of post-employment benefit obligations	0.35	(0.57)	(0.16)	(0.22)	(0.17)	(3.55)
- OCI arising from discontinued operation	(0.44)	0.34	(0.16)	(0.10)	(0.14)	(2.27)
- Share of OCI of associates and joint ventures accounted for using equity method	5.79	(4.56)	(0.64)	1.23	(0.26)	(78.51)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.12)	0.16	0.07	0.04	-	17.04
B (i) Items that will be reclassified to profit or loss						
- Share of OCI of associates and joint ventures accounted for using equity method	116.57	(218.96)	(5.50)	(102.39)	(42.97)	35.68
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	(7.60)	-	-	(7.23)
Other comprehensive income for the year, net of tax	122.15	(223.59)	(13.99)	(101.44)	(43.54)	(38.84)
XV Total Comprehensive Income for the period (XIII+XIV)	(284.85)	(227.13)	92.66	(511.98)	114.30	(860.88)
Net Profit/(Loss) attributable to:						
- Owners	(407.78)	(3.54)	120.42	(411.32)	167.17	(839.18)
- Non-controlling Interests	0.78	-	(13.77)	0.78	(9.33)	17.14
Other comprehensive income attributable to:						
- Owners	122.15	(223.59)	(13.99)	(101.44)	(43.54)	(38.80)
- Non-controlling Interests	-	-	-	-	-	(0.04)
Total comprehensive income attributable to:						
- Owners	(285.63)	(227.13)	106.43	(512.76)	123.63	(877.98)
- Non-controlling Interests	0.78	-	(13.77)	0.78	(9.33)	17.10
Total comprehensive income attributable to owners from:						
- Continuing operations	(253.35)	(226.35)	83.82	(479.70)	75.73	(589.14)
- Discontinued operations	(31.50)	(0.78)	8.84	(32.28)	38.57	(271.74)
XVI Paid-up equity share capital (face value of ₹ 10 per share)	1,596.36	1,596.36	1,596.36	1,596.36	1,596.36	1,596.36
XVII Earnings per equity share						
For continuing operations:						
(1) Basic	(2.35)	(0.02)	0.61	(2.37)	0.75	(3.46)
(2) Diluted	(2.35)	(0.02)	0.61	(2.37)	0.75	(3.46)
For discontinued operations:						
(1) Basic	(0.20)	0.00	0.06	(0.20)	0.24	(1.69)
(2) Diluted	(0.20)	0.00	0.06	(0.20)	0.24	(1.69)
For continuing and discontinued operations:						
(1) Basic	(2.55)	(0.02)	0.67	(2.57)	0.99	(5.15)
(2) Diluted	(2.55)	(0.02)	0.67	(2.57)	0.99	(5.15)
See accompanying note to the financial results						



Notes:

1 Statement of Consolidated Unaudited Assets and Liabilities as at September 30, 2019

		(₹ in crores)	
Particulars	As at	As at	
	September 30, 2019	March 31, 2019	
	(Unaudited)	(Audited)	
ASSETS			
1 Financial assets			
i Cash and cash equivalents	603.12	150.09	
ii Bank balance other cash and cash equivalents	139.58	113.93	
iii Derivative financial Instruments	1.11	1.66	
iv Receivables			
(I) Trade receivables	9.25	13.64	
(II) Other receivables	6.89	2.94	
v Loans	0.06	-	
vi Investments			
- Accounted for using equity method	7,001.10	7,628.00	
- Others	824.82	1,045.27	
vii Other financial assets	29.91	63.05	
2 Non-financial assets			
i Current tax assets (net)	51.32	81.69	
ii Deferred tax assets (net)	0.09	-	
iii Property, plant and equipment	100.43	102.63	
iv Right of use assets	21.99	-	
v Goodwill	779.17	779.17	
vi Other intangible assets	3.23	3.07	
vii Other non-financial assets	46.94	66.33	
viii Contract assets	52.45	59.28	
3 Assets directly associated with disposal group classified as held for sale	343.48	447.12	
Total assets	10,014.94	10,557.87	
LIABILITIES AND EQUITY			
LIABILITIES			
1 Financial liabilities			
i Derivative financial instruments	0.16	0.08	
ii Payables			
(I) Trade payables			
(i) total outstanding dues of micro enterprises and small enterprises	0.02	-	
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	14.13	20.97	
(II) Other payables			
(i) total outstanding dues of micro enterprises and small enterprises	-	-	
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	4.56	3.63	
iii Debt securities	-	-	
iv Other financial liabilities	502.24	32.08	
2 Non-financial liabilities			
i Current tax liabilities (net)	16.47	18.35	
ii Provisions	11.24	14.44	
iii Deferred tax liabilities (net)	14.91	13.12	
iv Other non-financial liabilities	81.13	54.26	
3 Liabilities directly associated with disposal group classified as held for sale	9.18	16.13	
4 EQUITY			
i Equity share capital	1,596.36	1,596.36	
ii Other equity (see note 14)	7,764.54	8,788.45	
Total liabilities and equity	10,014.94	10,557.87	



IDFC Limited

Registered Office: KRM Towers, 7th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamil Nadu
CIN No. L65191TN1997PLC037415

**2 Statement of Consolidated Unaudited Cash Flows for the half year ended September 30, 2019**

(₹ in crores)

Particulars	Half year ended Sep 2019	Half year ended Sep 2018
CASH FLOW FROM OPERATING ACTIVITIES :		
Profit/(Loss) before tax from:		
- Continuing operations	(347.47)	157.70
- Discontinued operations	(30.96)	44.27
- Other Comprehensive Income	(101.44)	(43.54)
Profit/(Loss) before tax including discontinued operations	(479.87)	158.43
Adjustments :		
Depreciation, amortisation and impairment	8.67	6.47
Net (gain) / loss on sale of property, plant and equipments	0.10	0.20
Impairment of financial instruments	(0.10)	26.96
Employee share based payment expense	2.57	6.58
Net (gain) / loss on sale of investments including fair valuation	(31.79)	(139.41)
Dividend income	(0.14)	0.32
Goodwill impairment	-	367.22
Interest expense	0.09	4.82
Interest income	(9.43)	(6.24)
Operating profit before working capital changes	(509.90)	425.35
Adjustments for (increase)/ decrease in operating assets:		
Trade receivables	0.44	(1.22)
Loans	(0.06)	4,250.62
Other financial assets	32.73	(3.14)
Other non financial assets	26.23	(36.98)
Adjustments for increase/ (decrease) in operating liabilities		
Trade payables	(5.89)	(76.79)
Other financial liabilities	(10.88)	(3,626.47)
Other non financial liabilities	16.71	3,846.16
Cash generated from operations	59.28	4,352.18
Less : Income taxes paid (net of refunds)	(1.91)	215.77
Net cash inflow / (outflow) from operating activities	(452.53)	4,993.30
CASH FLOW FROM INVESTING ACTIVITIES :		
Assets directly associated with disposal group classified as held for sale	103.64	(4,875.81)
(Increase)/ decrease in property, plant and equipments	(28.71)	6.11
(Increase)/ decrease in Investments	876.57	(36.76)
Bank fixed deposits placed/ (redeemed)	(25.65)	15.39
Dividends received	0.14	0.32
Interest received	10.48	3.30
Dividend distribution tax paid	(24.66)	(10.97)
Opening adjustment	(6.16)	(8.33)
Net cash inflow / (outflow) from investing activities	905.65	(4,906.75)
CASH FLOW FROM FINANCING ACTIVITIES :		
Interest paid	(0.09)	(8.14)
Net cash inflow / (outflow) from financing activities	(0.09)	(8.14)
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	453.03	78.41
Add : Cash and cash equivalents at beginning of the year	150.09	285.39
Cash and cash equivalents at end of the year	603.12	363.80



3 The disclosure in terms of Ind AS 108 dealing with "Operating Segment" as specified under Section 133 of the Companies Act, 2013

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenues						
- Financing	93.70	44.33	12.36	138.03	23.70	77.38
- Asset Management	83.92	95.91	202.07	179.83	301.80	330.12
- Others	0.65	2.70	3.89	3.35	6.33	1.32
Total Segment Revenues	178.27	142.94	218.32	321.21	331.83	408.82
Add: Unallocated Revenues	-	-	-	-	-	-
Less: Inter-segment Adjustments	(120.38)	(24.69)	-	(145.07)	-	(53.35)
Total Revenues	57.89	118.25	218.32	176.14	331.83	355.47
Segment Results						
- Financing	(32.97)	39.21	5.88	6.24	(16.75)	(43.08)
- Asset Management	34.13	29.37	178.23	63.50	208.31	190.60
- Others	(2.37)	6.43	3.87	4.06	5.25	(2.58)
Total Segment Results	(1.21)	75.01	187.98	73.80	196.81	144.94
Add / (Less): Unallocated	-	-	-	-	-	-
Add: Share of Profit from Associates accounted under Equity method	(369.71)	(51.56)	(78.28)	(421.27)	(39.11)	(845.97)
Profit before tax	(370.92)	23.45	109.70	(347.47)	157.70	(701.03)
Segment Assets						
- Financing	960.73	837.39	379.52	960.73	379.52	793.06
- Asset Management	1,476.63	1,575.30	1,338.78	1,476.63	1,338.78	1,345.02
- Others	70.02	74.70	276.16	70.02	276.16	263.66
Total Segment Assets	2,507.38	2,487.39	1,994.46	2,507.38	1,994.46	2,401.74
Unallocated	-	-	-	-	-	-
- Banking	7,001.10	7,241.14	7,802.26	7,001.10	7,802.26	7,516.60
- Others	162.99	188.62	143.28	162.99	143.28	192.41
Disposal group held for sale	343.47	446.95	4,875.81	343.47	4,875.81	447.12
Total Assets	10,014.94	10,364.10	14,815.81	10,014.94	14,815.81	10,557.87
Segment Liabilities						
- Financing	507.05	21.28	30.67	507.05	30.67	26.50
- Asset Management	97.53	107.05	95.87	97.53	95.87	92.64
- Others	8.91	11.94	2.76	8.91	2.76	5.37
Total Segment Liabilities	613.49	140.27	129.30	613.49	129.30	124.51
Unallocated	-	-	-	-	-	-
- Others	31.37	50.24	219.20	31.37	219.20	32.42
Disposal group held for sale	9.18	14.07	3,894.14	9.18	3,894.14	16.13
Total Liabilities	654.04	204.58	4,242.64	654.04	4,242.64	173.06
Capital Employed						
- Financing	453.68	816.11	348.85	453.68	348.85	766.56
- Asset Management	1,379.10	1,468.25	1,242.91	1,379.10	1,242.91	1,252.38
- Others	61.11	62.76	273.40	61.11	273.40	258.29
Total Segment Capital Employed	1,893.89	2,347.12	1,865.16	1,893.89	1,865.16	2,277.23
Unallocated	-	-	-	-	-	-
- Banking	7,001.10	7,241.14	7,802.26	7,001.10	7,802.26	7,516.60
- Others	131.62	138.38	(75.92)	131.62	(75.92)	159.99
Disposal group held for sale	334.29	432.88	981.67	334.29	981.67	430.99
Total Capital Employed	9,360.90	10,159.52	10,573.17	9,360.90	10,573.17	10,384.81

(i) "The Group has reorganised its segment structure on account of divestment of IDFC Infrastructure Finance Limited, IDFC Securities Limited and investment management rights of IDFC Alternatives. The new segment structure will enable an even more differentiated steering of the business, taking into account market-specific requirements and the competitive environment. It will further increase the transparency of the segment results. Previous period segment figures are regrouped in accordance with revised segment structure."

(ii) Segment composition :

- Financing includes investing activity
- Asset Management segment includes portfolio management, mutual fund and other alternative funds



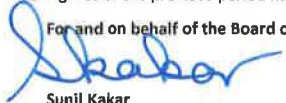
IDFC Limited

Registered Office: KRM Towers, 7th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamil Nadu
CIN No. L65191TN1997PLC037415



- 4 The consolidated financial results of the Group have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") prescribed under section 133 of the Companies Act, 2013. The Company has adopted Ind AS from April 1, 2018 with transition date of April 1, 2017. The comparative figures for the half year ended September 30, 2018 have been prepared by the Management as per Ind AS and have not been subject to limited review. However, the Management of holding Company has exercised necessary due diligence to ensure that the consolidated financial results provide true and fair view of the affairs of the Group.
- 5a The Group had entered into a Share Purchase Agreement ("SPA") with National Infrastructure and Investment Fund II ("NIIF") dated October 30, 2018 for sale of its entire investment of 81.48% in NIIF Infrastructure Finance Limited ("NIIFIL"). During the previous year 51.48% had been sold by the Group and the remaining 30% will be sold subject to certain terms, conditions and regulatory approvals. The assets and liabilities of NIIFIL have been classified as held for sale and have been presented separately in Consolidated Balance Sheet.
- 5b The CBDT has issued a notification dated October 21, 2019 notifying NIIFIL under Section 10(47) of Income Tax Act, 1961 with effect from April 1, 2019 (i.e. from Assessment year 2020-21). As a result, the group has reversed contingent consideration receivable of ₹ 37.23 crore accrued till September 30, 2019.
- 6 On July 25, 2019, the Board of Directors of the Company ("IDFC") decided to terminate the definitive agreements signed with TCG Advisory Services Private Limited ("TCG") for the sale of its entire investment in IDFC Securities Limited ("ISL"), as IDFC & TCG could not reach a mutually agreeable terms and conditions. On November 7, 2019 the Group executed definitive agreements with Mr. Dharmesh Mehta & other investors for the sale of its entire investment in ISL. The sale is subject to certain terms, conditions and regulatory approvals. The assets and liabilities of ISL have been classified as held for sale and have been presented separately in Consolidated Balance Sheet.
- 7 IDFC Financial Holding Company Limited ("FHCL") has not appointed Key Managerial Personnel 'KMP' (Chief Executive Officer) during the half year ended September 30, 2019. IDFC FHCL has identified the KMP and the appointment is subject to approval of Reserve Bank of India.
- 8 The merger of Capital First Limited and its wholly owned subsidiaries, Capital First Home Finance Limited and Capital First Securities Limited ('Merging entities') with erstwhile IDFC Bank Limited ('IDFC - CFL Merger') has been accounted under the applicable accounting standard to the Bank as per the specific provisions of the scheme approved by the NCLT and based on clarification by Ind AS Technical Facilitation Group ('ITFG'). Accordingly, the merger has been accounted under 'Purchase Method' - Accounting Standard 14 on 'Accounting for Amalgamations' and net assets of erstwhile Capital First Limited and its subsidiaries aggregating to ₹ 2,752.98 crore as at appointed date has been recorded by the Bank at fair value as determined by an independent valuer. In view of the share swap ratio of 13.9:1, the Bank issued 137,71,09,057 equity shares as purchase consideration at fair value. The difference between the purchase consideration and fair value of net assets is represented by Goodwill on amalgamation of ₹ 2,390.53 crore and recorded accordingly. Under Section 15 of the Banking Regulation Act 1949, banks are restricted from declaring dividend in the event a bank carries intangible assets such as goodwill on its Balance Sheet. Therefore, as a prudent measure, Goodwill on amalgamation of ₹ 2,390.53 crore and intangible of merging entities of ₹ 208.82 crore acquired or arising on amalgamation have been fully amortised through profit and loss account in the year ended March 31, 2019 under the merger accounting as per accounting standard 14.
- 9 In view of likely discontinuance of business operations of IDFC Alternatives Limited, IDFC Trustee Company Limited and IDFC Projects Limited, the financial statements of these subsidiaries have been prepared on net realisable value basis and accordingly, all assets and liabilities are stated at the value at which they are expected to be realised/ settled.
- 10 On September 6, 2019, IDFC Securities Singapore Pte. Ltd., Wholly Owned Subsidiary (WOS) of ISL intimated Monetary Authority of Singapore (MAS) that they have ceased to carry out regulated activities under the CMS license and hence proposes to surrender its CMS license. Further the WOS is in the process of liquidation in Singapore subject to regulatory approval.
- 11 One October 31, 2019 MAS cancelled the CMS license issued to IDFC Capital (Singapore) Pte. Ltd., WOS of IDFC Alternatives Limited. Further the WOS is in the process of liquidation.
- 12 IDFC Foundation did not lay before the Shareholders the consolidated financial statements for the year ended March 31, 2018 in the Annual General Meeting held on September 28, 2018 as required under section 129(3) of the Companies Act, 2013 ("Act") due to non-availability of audited financial statements of one of its material jointly controlled entities and consequently, compliances as per the provisions of section 137(1) of the Act have not been done to the extent this section is applicable to the consolidated financial statements. These were adopted by the Board of Directors in its meeting held on February 13, 2019 and the same was approved by the Shareholders in its Extraordinary General Meeting held on March 11, 2019. IDFC Foundation has filed applications with the Hon'ble Company Law Tribunal on May 10, 2019, for compounding of aforesaid non-compliance, which are pending for the disposal. Consequently, the resulted financial impact of these non-compliances in the above result is not ascertainable.
- 13 Effective April 01, 2019, the Group has adopted Ind AS 116 - Leases and applied it to lease contracts existing on April 01, 2019 using the modified retrospective method. Consequently, the cumulative adjustment has been taken to retained earnings on the date of initial application i.e. April 01, 2019. Based on the same and as permitted under the specific transitional provisions in the standard, the Group has not restated the comparative figures.
- 14 The Board of Holding Company had declared interim dividend of ₹ 2.50/- per share on September 30, 2019. The same was paid on October 4, 2019 to shareholders on a record date as decided by the Board.
- 15 The aforesaid consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 8, 2019.
- 16 Figures for the quarter ended September 30, 2019 and September 30, 2018 are derived by deducting from the reported half year figures for the six ended September 30, 2019 and September 30, 2018, the unaudited figures for the quarter ended June 30, 2019 and June 30, 2018 respectively.
- 17 Figures less than ₹ 50,000 have been denoted by β.
- 18 Figures of the previous period have been regrouped wherever necessary, in order to make them comparable.

For and on behalf of the Board of IDFC Limited


Sunil Kakar
Managing Director & CEO
Mumbai, November 8, 2019

