



IDFC LIMITED

PRESS RELEASE

Shriram Group and IDFC Group Announce Entering into Confidentiality, Exclusivity and Standstill Agreement to Evaluate a Strategic Combination

Mumbai, July 08, 2017: The Board of Directors of the relevant companies of the IDFC Group and Shriram Group at their respective board meetings held today, approved entering into a confidentiality, exclusivity and standstill agreement to evaluate a potential strategic combination of certain businesses and subsidiaries/affiliates/associate companies of the Shriram Group engaged in the credit and non-credit financial services sector with the IDFC Group. The agreement primarily provides for a mutually agreed exclusivity period for due diligence and discussions between the relevant parties in relation to the potential combination.

The proposed potential combination would be subject to due diligence, definitive documentation and applicable board, shareholder, statutory/ regulatory and other third party approvals, as may be applicable.

Follow up announcements shall be made as necessary.

About IDFC Group

The IDFC Group is a conglomerate engaged in the banking and infrastructure financial sector - financing infrastructure projects in sectors like energy, telecommunication, transportation, commercial and industrial projects. The group's holding company – IDFC Limited received an in-principle approval from the RBI to set up a new private sector bank (IDFC Bank Limited) on April 9, 2014, which commenced operations from October 1, 2015. Since then, IDFC Limited is operating as an NBFC - Investment Company.

About Shriram Group

The Shriram Group includes, Shriram Capital Limited, a Core Investment Company registered with the RBI and promoter of all financial services businesses (including insurance-life & non-life) of the Shriram Group. The operating companies are mainly Shriram Transport Finance Company Limited, Shriram City Union Finance Limited, Shriram Life Insurance Company Limited, Shriram General Insurance Company Limited and Shriram Credit Company Limited, apart from certain other companies. Through the above subsidiaries, affiliates and associates, the Shriram Group provides commercial vehicle financing, retail / consumer and enterprise financing, life insurance and general insurance products and other financial services.

Date: July 08, 2017