

Infrastructure Development Finance Company Limited

Unaudited Financial Results for the nine months ended 31st December, 2010

(₹ in lakhs)

| | Standalone | | | | | Consolidated | | | | |
|--|-----------------------------|-----------------------------|---------------------------------|---------------------------------|--------------------------|-----------------------------|-----------------------------|---------------------------------|---------------------------------|--------------------------|
| | Quarter ended 31.12.2010 | Quarter ended 31.12.2009 | Nine months ended 31.12.2010 | Nine months ended 31.12.2009 | Year ended 31.03.2010 | Quarter ended 31.12.2010 | Quarter ended 31.12.2009 | Nine months ended 31.12.2010 | Nine months ended 31.12.2009 | Year ended 31.03.2010 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| 1 Income from Operations | 1,16,214.62 | 88,076.10 | 3,24,766.58 | 2,63,886.18 | 3,56,997.48 | 1,30,625.60 | 99,743.26 | 3,61,440.23 | 3,00,956.33 | 4,03,303.01 |
| 2 Expenditure | | | | | | | | | | |
| (a) Employees Costs | 2,542.91 | 1,687.15 | 7,582.29 | 4,831.25 | 10,387.01 | 8,736.75 | 5,566.15 | 21,091.35 | 16,261.94 | 30,723.94 |
| (b) Other Expenditure | 1,824.01 | 1,541.74 | 5,929.35 | 3,662.90 | 6,266.61 | 6,573.17 | 4,278.56 | 16,917.77 | 12,874.14 | 20,038.51 |
| (c) Provisions and Contingencies | 4,892.77 | 4,232.84 | 14,268.97 | 6,018.97 | 13,036.28 | 4,868.35 | 4,213.28 | 14,472.88 | 5,978.40 | 12,977.11 |
| (d) Depreciation | 819.51 | 866.80 | 2,427.30 | 2,434.16 | 3,283.91 | 1,026.46 | 1,069.06 | 3,031.44 | 3,007.74 | 4,057.42 |
| (e) Total | 10,079.20 | 8,328.53 | 30,207.91 | 16,947.28 | 32,973.81 | 21,204.73 | 15,127.05 | 55,513.44 | 38,122.22 | 67,796.98 |
| 3 Profit from Operations before Other Income & Interest (1) - (2) | 1,06,135.42 | 79,747.57 | 2,94,558.67 | 2,46,938.90 | 3,24,023.67 | 1,09,420.87 | 84,616.21 | 3,05,926.79 | 2,62,834.11 | 3,35,506.03 |
| 4 Other Income | 606.06 | 40.74 | 1,777.91 | 1,696.01 | 2,713.15 | 375.35 | 17.20 | 1,197.77 | 1,700.44 | 2,675.77 |
| 5 Profit before Interest (3) + (4) | 1,06,741.48 | 79,788.31 | 2,96,336.58 | 2,48,634.91 | 3,26,736.82 | 1,09,796.22 | 84,633.41 | 3,07,124.56 | 2,64,534.55 | 3,38,181.80 |
| 6 Interest and Other Charges | 64,958.93 | 47,827.35 | 1,70,297.42 | 1,51,651.07 | 1,95,023.08 | 65,001.87 | 47,847.50 | 1,70,402.06 | 1,51,728.78 | 1,95,346.60 |
| 7 Profit from ordinary activities before tax (5) - (6) | 41,782.55 | 31,960.96 | 1,26,039.16 | 96,983.84 | 1,31,713.74 | 44,794.35 | 36,785.91 | 1,36,722.50 | 1,12,805.77 | 1,42,835.20 |
| 8 Tax expense (net) | 11,360.00 | 7,950.00 | 32,980.00 | 23,550.00 | 30,430.00 | 12,723.88 | 9,787.54 | 37,451.43 | 29,276.95 | 36,657.59 |
| 9 Net Profit (before profit of Associates and adjustment for Minority Interest) (7) - (8) | 30,422.55 | 24,010.96 | 93,059.16 | 73,433.84 | 1,01,283.74 | 32,070.47 | 26,998.37 | 99,271.07 | 83,528.82 | 1,06,177.61 |
| 10 Share of profit of Associates (Equity method) | - | - | - | - | - | 51.87 | 25.40 | 140.23 | 33.31 | 107.54 |
| 11 Share of profit / (loss) of Minority Interest | - | - | - | - | - | (24.94) | 33.37 | (86.67) | 33.37 | 10.05 |
| 12 Pre acquisition profits relating to increase in shareholding in a Subsidiary | - | - | - | - | - | - | - | - | 110.63 | 45.94 |
| 13 Net Profit for the period (9) + (10) - (11) - (12) | 30,422.55 | 24,010.96 | 93,059.16 | 73,433.84 | 1,01,283.74 | 32,147.28 | 26,990.40 | 99,497.97 | 83,418.13 | 1,06,229.16 |
| 14 Paid-up Share Capital (See Note 3) (Face Value ₹ 10) | 1,46,076.54 | 1,29,657.68 | 1,46,076.54 | 1,29,657.68 | 1,30,061.24 | 1,46,076.54 | 1,29,657.68 | 1,46,076.54 | 1,29,657.68 | 1,30,061.24 |
| 15 Reserves as at March 31, 2010 | | | | | 5,52,224.47 | | | | | 5,70,945.67 |
| 16 Earnings per Share (EPS) | | | | | | | | | | |
| (a) Basic (₹) (See Note 3) | 1.97 | 1.85 | 6.46 | 5.67 | 7.82 | 2.08 | 2.08 | 6.92 | 6.44 | 8.20 |
| (b) Diluted (₹) (See Note 3) | 1.94 | 1.83 | 6.41 | 5.61 | 7.74 | 2.06 | 2.06 | 6.87 | 6.38 | 8.12 |
| 17 Public shareholding | | | | | | | | | | |
| (a) Number of Equity shares (See Note 3) | 146,07,65,398 | 129,65,76,761 | 146,07,65,398 | 129,65,76,761 | 130,06,12,393 | 146,07,65,398 | 129,65,76,761 | 146,07,65,398 | 129,65,76,761 | 130,06,12,393 |
| (b) Percentage of shareholding | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% |
| 18 Promoter and promoter group shareholding | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |

Notes:

1 The disclosure in terms of Accounting Standard 17 on 'Segment Reporting' as notified under the Companies (Accounting Standards) Rules, 2006.

(₹ in lakhs)

| Particulars | Consolidated | | | | |
|-----------------------------|-----------------------------|-----------------------------|---------------------------------|---------------------------------|--------------------------|
| | Quarter ended 31.12.2010 | Quarter ended 31.12.2009 | Nine months ended 31.12.2010 | Nine months ended 31.12.2009 | Year ended 31.03.2010 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| Segment Revenue | | | | | |
| Infrastructure operations | 1,18,423.44 | 89,261.44 | 3,28,622.79 | 2,66,357.73 | 3,61,431.83 |
| Others * | 12,554.18 | 10,530.49 | 33,406.77 | 34,781.85 | 48,610.31 |
| | 1,30,977.62 | 99,791.93 | 3,62,029.56 | 3,01,139.58 | 4,10,042.14 |
| Less: Inter Segment Revenue | 352.02 | 48.67 | 589.33 | 183.25 | 6,739.13 |
| Total Income | 1,30,625.60 | 99,743.26 | 3,61,440.23 | 3,00,956.33 | 4,03,303.01 |
| Segment Results | | | | | |
| Infrastructure operations | 41,418.40 | 32,517.75 | 1,24,774.79 | 95,838.41 | 1,25,095.53 |
| Others * | 3,305.24 | 4,637.85 | 11,362.54 | 15,665.58 | 16,437.22 |
| Unallocated | 70.71 | (369.69) | 585.17 | 1,301.78 | 1,302.45 |
| Profit Before Tax | 44,794.35 | 36,785.91 | 1,36,722.50 | 1,12,805.77 | 1,42,835.20 |

(₹ in lakhs)

| Particulars | Consolidated | | | | |
|---|-----------------------------|-----------------------------|---------------------------------|---------------------------------|--------------------------|
| | Quarter ended 31.12.2010 | Quarter ended 31.12.2009 | Nine months ended 31.12.2010 | Nine months ended 31.12.2009 | Year ended 31.03.2010 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| Capital Employed (Segment Assets - Segment Liabilities) | | | | | |
| Infrastructure operations | 9,45,425.62 | 521,636.94 | 9,45,425.62 | 5,21,636.94 | 5,20,899.82 |
| Others * | 1,50,916.28 | 151,094.70 | 1,50,916.28 | 1,51,094.70 | 1,43,186.73 |
| Unallocated | 42,700.84 | 28,283.59 | 42,700.84 | 28,283.59 | 36,946.00 |
| Total Capital Employed | 11,39,042.74 | 7,01,015.23 | 11,39,042.74 | 7,01,015.23 | 7,01,032.55 |

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

The Group does not have any reportable geographic segment.

2 The Analytical Ratios and key data relating to Standalone results of Infrastructure Development Finance Company Limited are as under:

(₹ in lakhs)

| | Standalone | | | | |
|--|-----------------------------|-----------------------------|---------------------------------|---------------------------------|--------------------------|
| | Quarter ended 31.12.2010 | Quarter ended 31.12.2009 | Nine months ended 31.12.2010 | Nine months ended 31.12.2009 | Year ended 31.03.2010 |
| | (Reviewed) | (Reviewed) | (Reviewed) | (Reviewed) | (Audited) |
| (i) Capital Adequacy Ratio | 24.93% | 22.60% | 24.93% | 22.60% | 20.52% |
| (ii) NPA Ratio | | | | | |
| (a) Amount of Gross Non Performing Assets | 7,973.43 | 7,764.92 | 7,973.43 | 7,764.92 | 7,973.43 |
| (b) Amount of Net Non Performing Assets | 3,890.52 | 4,509.11 | 3,890.52 | 4,509.11 | 4,286.35 |
| (c) % of Gross NPAs | 0.22% | 0.33% | 0.22% | 0.33% | 0.31% |
| (d) % of Net NPAs | 0.11% | 0.19% | 0.11% | 0.19% | 0.17% |
| (iii) Return on Assets (annualised) | 2.54% | 3.14% | 2.94% | 3.08% | 3.16% |

3 (a) The Company has allotted 15,77,52,090 equity shares of ₹ 10 each at a premium of ₹ 158.25 per share on 7th July, 2010 pursuant to a Qualified Institutions Placement under Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009. Share issue expenses amounting to ₹ 883.03 lakhs have been adjusted against the Securities Premium Account in terms of Section 78 of the Companies Act, 1956.

(b) The Company has allotted 8,40,00,000 6% Compulsorily Convertible Cumulative Preference Shares of ₹ 100 each at par on 11th August, 2010 pursuant to a Preferential Offer.

(c) During the nine months ended 31st December, 2010, the Company issued 24,00,915 equity shares of ₹ 10 each pursuant to exercise of stock options by employees under the employee stock option scheme.

4 During the quarter / nine months ended 31st December, 2010, IDFC Capital (USA) Inc. and IDFC Investment Managers (Mauritius) Limited were incorporated as wholly owned subsidiaries of the Group.

5 The status of shareholders' complaints received during the quarter ended 31st December, 2010 is as under:

| | |
|--|-----|
| Complaints pending as at 1st October, 2010 | Nil |
| Complaints received during the quarter ended 31st December, 2010 | 49 |
| Complaints resolved during the quarter ended 31st December, 2010 | 49 |
| Complaints pending as at 31st December, 2010 | Nil |

It is not mandatory under the Debt listing agreement to disclose the investor grievances of bond holders arising from the Company's maiden Infrastructure Bond Issue. However, as a measure of good governance, the Board of Directors have decided to make voluntary disclosure of such grievances lodged, handled and pending as on 31st December, 2010.

| | |
|---|-------|
| Investor grievances received during the quarter ended 31st December, 2010 | 12323 |
| Investor grievances resolved during the quarter ended 31st December, 2010 | 12275 |
| Investor grievances pending as at 31st December, 2010 | 48 |

6 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.

7 Figures for the previous periods / year have been regrouped wherever necessary, in order to make them comparable.

For and on behalf of the Board

sd/-
Rajiv B. Lall
Managing Director & CEO

Mumbai, 31st January, 2011