

PAT increased by 47%, Operating Income increased by 32%, and Loan Book increased by 13%

July 29, 2013

Highlights of Q1FY14

- Balance sheet size as on June 30, 2013 - ₹ 71,655 crore : 10% Y-o-Y increase
 - Gross Loan book as on June 30, 2013 - ₹ 57,600 crore : 13% Y-o-Y increase
 - Net Interest Income for Q1FY14 - ₹ 686 crore : 11% Y-o-Y increase
 - NII Loans for Q1FY14 - ₹ 631 crore : 14% Y-o-Y increase
 - Operating Income for Q1FY14 - ₹ 1,021 crore : 32% Y-o-Y increase.
 - PAT for Q1FY14 - ₹ 557 crore : 47% Y-o-Y increase.
 - Average spreads on a rolling 12 month period ending Jun-13 – 2.4% (FY13 - 2.5%)
 - NIMs for rolling 12 month period ending Jun-13 – 4.1% (FY13 - 4.1%)
 - Capital Adequacy at 23.0% as on June 30, 2013 (of which Tier I at 20.7%)
 - Gross NPLs at 0.32% and Net NPLs at 0.20% of outstanding loans.
 - Average Assets under management – ₹ 48,620 crore
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At its 96th Board Meeting held on July 29, 2013, the Board of Directors of IDFC Limited approved financial results for the period April 1, 2013 to June 30, 2013.

BALANCE SHEET

- The balance sheet grew by 10% from ₹ 65,017 crore as on June 30, 2012 to ₹ 71,655 crore as on June 30, 2013.
- Gross Loan book increased by 13% from ₹ 50,892 crore as on June 30, 2012 to ₹ 57,600 crore as on June 30, 2013.
- Gross Approvals decreased by 78% from ₹ 12,809 crore in Q1FY13 to ₹ 2,833 crore in Q1FY14.
- Gross Disbursements decreased by 28% from ₹ 4,487 crore in Q1FY13 to ₹ 3,211 crore in Q1FY14.
- Cumulative Outstanding Approvals was ₹ 72,712 crore as on June 30, 2013.

INCOME

- Operating Income increased by 32% from ₹ 772 crore in Q1FY13 to ₹ 1,021 crore in Q1FY14.
- Net Interest Income (NII) increased by 11% from ₹ 620 crore in Q1FY13 to ₹ 686 crore in Q1FY14.
 - NII from loans increased by 14% from ₹ 555 crore in Q1FY13 to ₹ 631 crore in Q1FY14.
 - NII from treasury operations decreased by 15% from ₹ 65 crore in Q1FY13 to ₹ 55 crore in Q1FY14.
 - Average spreads decreased from 2.5% in FY13 to 2.4% in rolling 12 months period ending Jun-13.
 - NIMs remain stable at 4.1% for rolling 12 month period ending Jun-13.
- Non Interest Income increased by 127% from ₹ 146 crore in Q1FY13 to ₹ 331 crore in Q1FY14.
 - Income from principal gains were at ₹ 63 crore in Q1FY14 (₹ 2 crore in Q1FY13).
 - Asset management Income increased by 46% from ₹ 64 crore in Q1FY13 to ₹ 93 crore in Q1FY14.
 - Investment banking and Institutional broking income increased by 39% from ₹ 9 crore in Q1FY13 to ₹ 13 crore in Q1FY14.
 - Income from Fixed Income Treasury were at ₹ 139 crore in Q1FY14 (₹ 12 crore in Q1FY13).
 - Loan related and other fees decreased by 61% from ₹ 59 crore in Q1FY13 to ₹ 23 crore in Q1FY14.



OPERATING EXPENSES

- Operating Expenses increased by 19% from ₹ 117 crore in Q1FY13 to ₹ 139 crore in Q1FY14.
 - HR Expenses were at ₹ 69 crore in Q1FY14.
 - Non-HR Expenses were at ₹ 71 crore in Q1FY14.

PROVISIONS

- Provisions decreased by 43% from ₹ 103 crore in Q1FY13 to ₹ 59 crore in Q1FY14.

PROFITS

- Profit Before Tax increased by 49% from ₹ 553 crore in Q1FY13 to ₹ 823 crore in Q1FY14.
- After accounting for minority interest, tax and share of profit in associate company, PAT increased by 47% from ₹ 380 crore in Q1FY13 to ₹ 557 crore in Q1FY14.
- Net of principal gains, PAT increased by 33% from ₹ 378 crore in Q1FY13 to ₹ 504 crore in Q1FY14.
- Quarterly EPS (diluted) increased from ₹ 2.50 per share in Q1FY13 to ₹ 3.66 per share in Q1FY14.

Enclosed Annex 'A' provides details on Balance Sheet, Profit & Loss and key ratios on a Y-o-Y basis.

For further details, please contact:

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Annex A

1. Balance Sheet

(₹ crore)

Particular	30-Jun-13	30-Jun-12	% Growth	31-Mar-13	% Growth
Networth	14,253	12,683	12%	13,683	4%
Borrowings	54,076	50,012	8%	54,227	0%
Current Liabilities	3,326	2,321	43%	3,149	6%
TOTAL LIABILITIES	71,655	65,017	10%	71,059	1%
Net Loan Book	56,653	50,157	13%	55,736	2%
<i>Gross Loan Book</i>	57,600	50,892	13%	56,595	2%
<i>Less Provision</i>	947	734	29%	858	10%
Treasury ¹	8,193	8,249	-1%	9,219	-11%
Consol Equity ^{1,2}	3,085	3,051	1%	3,124	-1%
Current Assets	3,725	3,560	5%	2,980	25%
TOTAL ASSETS	71,655	65,017	10%	71,059	1%

1 Net of provision

2 Goodwill on consolidation as of Jun 30, 2013 - ₹957 crore

2. Statement of Profit & Loss

(₹ crore)

Particular	Q1FY14	Q1FY13	% Growth	Q4FY13	% Growth
Net Interest Income	686	620	11%	643	7%
Loans	631	555	14%	603	5%
Treasury	55	65	-15%	40	39%
Non-Interest Income	331	146	127%	363	-9%
Principal Gains	63	2	3964%	129	-51%
Asset Management	93	64	46%	89	4%
<i>Mutual Fund</i>	65	35	86%	59	11%
<i>Alternatives</i>	27	29	-4%	31	-10%
Investment Banking & Broking	13	9	39%	39	-67%
Fixed Income	139	12	1030%	57	142%
Loan Book Related fees	23	59	-61%	48	-52%
Other Income	4	7	-33%	3	32%
OPERATING INCOME	1,021	772	32%	1,009	1%
OPERATING EXPENSES	139	117	19%	151	-8%
HR	69	66	4%	78	-12%
Non-HR	71	51	39%	73	-4%
Provisions	59	103	-43%	165	-64%
Loans	85	39	121%	106	-19%
Investments	-26	64	na	59	na
PBT	823	553	49%	693	19%
Tax, Minority int, etc	266	173	54%	168	59%
PAT	557	380	47%	526	6%
PAT (net of principal gains)	504	378	33%	423	19%

3. Ratios (rolling 12 months)

Particular	Jul12 - Jun13	FY13	Jan12 - Dec12	Oct11 - Sep12	Jul11 - Jun12
NII / Operating Income	71%	74%	78%	76%	71%
Non-int income / Operating Income	29%	26%	22%	24%	29%
HR / Operating Income	8.1%	8.6%	9.5%	9.6%	9.7%
Cost / Income	14.7%	15.1%	16.5%	16.7%	16.7%
RoE	14.9%	14.0%	12.8%	12.5%	13.2%
Leverage (<i>Closing</i>)	5.0 x	5.2 x	5.1 x	5.3 x	5.1 x
Loan Loss Provision Ratio*	1.9%	1.8%	1.8%	1.7%	1.7%
Gross NPL	0.3%	0.2%	0.3%	0.3%	0.3%
Net NPL	0.2%	0.1%	0.1%	0.1%	0.1%
Average Spreads	2.4%	2.5%	2.5%	2.5%	2.5%
NIMs	4.1%	4.1%	4.2%	4.3%	4.3%

*Total Provision / Total Loans