

Loan Book increased by 22%, NII Loans increased by 31%, PAT net of principal gains increased by 33% and reported PAT increased by 7%

February 01, 2013

Highlights of 9MFY13

- Balance sheet size as on December 31, 2012 - ₹68,923 crore : 19% Y-o-Y increase
 - Gross Loan book as on December 31, 2012 - ₹54,104 crore : 22% Y-o-Y increase
 - Net Interest Income for 9MFY13 - ₹1,921 crore : 27% Y-o-Y increase
 - NII Loans for 9MFY13 - ₹1,762 crore : 31% Y-o-Y increase
 - Operating Expenses for 9MFY13 - ₹374 crore
 - Reported PAT for 9MFY13 - ₹1,310 crore : 7% Y-o-Y increase.
 - PAT (net of principal gains) for 9MFY13 - ₹1,253 crore : 33% Y-o-Y increase
 - Average spreads for rolling 12 month period ending Dec-12 – 2.5% (FY2012 – 2.3%)
 - NIMs for rolling 12 month period ending Dec-12 – 4.2% (FY2012 – 4.3%)
 - Capital Adequacy at 22.5% as on December 31, 2012 (of which Tier I at 20.2%)
 - Gross NPAs at 0.26% and Net NPAs at 0.12% of outstanding loans.
 - Average Assets under management – ₹ 37,868 crore
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At its 92nd Board Meeting held on February 1, 2013, the Board of Directors of IDFC Limited approved financial results for the period April 1, 2012 to December 31, 2012.

BALANCE SHEET

- The balance sheet grew by 19% from ₹ 58,016 crore as on December 31, 2011 to ₹ 68,923 crore as on December 31, 2012 .
- Gross Loan book increased by 22% from ₹ 44,476 crore as on December 31, 2011 to ₹ 54,104 crore as on December 31, 2012 .
- Gross Approvals decreased by 13% from ₹ 21,666 crore in 9MFY12 to ₹ 18,838 crore in 9MFY13.
- Gross Disbursements increased by 5% from ₹ 12,503 crore in 9MFY12 to ₹ 13,071 crore in 9MFY13.
- Cumulative Outstanding Approvals was ₹ 74,012 crore as on December 31, 2012 .

INCOME

- Operating Income increased by 9% from ₹ 2,255 crore in 9MFY12 to ₹ 2,459 crore in 9MFY13.
- Net Interest Income (NII) increased by 27% from ₹ 1,511 crore in 9MFY12 to ₹ 1,921 crore in 9MFY13.
 - NII from loans increased by 31% from ₹ 1,340 crore in 9MFY12 to ₹ 1,762 crore in 9MFY13.
 - NII from treasury operations decreased by 7% from ₹ 171 crore in 9MFY12 to ₹ 159 crore in 9MFY13.
 - Average spreads increased from 2.3% in FY 2012 to 2.5% in rolling 12 months period Jan-12 to Dec-12.
 - NIMs decreased from 4.3% in FY 2012 to 4.2% in rolling 12 months period Jan-12 to Dec-12.
- Non Interest Income decreased by 28% from ₹ 726 crore in 9MFY12 to ₹ 519 crore in 9MFY13.
 - Income from principal gains decreased by 82% from ₹ 321 crore in 9MFY12 to ₹ 58 crore in 9MFY13
 - Asset management Income stable at ~ ₹ 220 crore in 9MFY13 compared to 9MFY12.



- Investment banking and Institutional broking income decreased by 12% from ₹ 44 crore in 9MFY12 to ₹ 39 crore in 9MFY13.
- Fixed Income increased by 35% from ₹ 46 crore in 9MFY12 to ₹ 62 crore in 9M FY13
- Loan related and other fees increased by 49% from ₹ 95 crore in 9MFY12 to ₹ 141 crore in 9MFY13.

OPERATING EXPENSES

- Operating Expenses remain stable~ ₹ 374 crore in 9MFY13 compared to 9MFY12.
 - HR Expenses were at ₹ 214 crore in 9MFY13.
 - Non-HR Expenses were at ₹ 160 crore in 9MFY13.

PROFITS

- Profit Before Tax increased by 13% from ₹ 1,682 crore in 9MFY12 to ₹ 1,900 crore in 9MFY13.
- After accounting for minority interest, tax and share of profit in associate company, reported PAT increased by 7% from ₹ 1,219 crore in 9MFY12 to ₹ 1,310 crore in 9MFY13.
- Net of principal gains in 9MFY12, PAT increased by 33% from ₹ 945 crore in 9MFY12 to ₹ 1,253 crore in 9MFY13.
- EPS (diluted) increased from ₹ 8.01 per share in 9MFY12 to ₹ 8.62 per share in 9MFY13.

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

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Annex A

1. Balance Sheet

(Amounts in ₹ crore)

Particular	31-Dec-12	30-Sep-12	31-Mar-12	31-Dec-11	% Growth Y-o-Y
Networth	13,614	13,152	12,285	12,430	10%
Borrowings	51,634	53,680	46,435	43,729	18%
Current Liabilities	3,675	2,998	2,259	1,858	98%
TOTAL LIABILITIES	68,923	69,831	60,979	58,016	19%
Net Loan Book	53,325	53,381	48,185	43,826	22%
<i>Gross Loan Book</i>	54,104	54,137	48,888	44,476	22%
<i>Less Provision</i>	779	756	704	651	20%
Treasury ¹	8,265	9,014	6,612	6,661	24%
Consol Equity ^{1,2}	3,029	2,999	2,993	2,999	1%
Current Assets	4,304	4,436	3,189	4,530	-5%
TOTAL ASSETS	68,923	69,831	60,979	58,016	19%

¹ Net of provision

² Goodwill on consolidation as of Dec 31, 2012 - ₹957 crore

2. Statement of Profit & Loss

(Amounts in ₹ crore)

Particular	9MFY13	9MFY12	% Growth
Net Interest Income	1,921	1,511	27%
Loans	1,762	1,340	31%
Treasury	159	171	-7%
Non-Interest Income	519	726	-28%
Principal Gains	58	321	-82%
Asset Management	220	221	0%
<i>Mutual Fund</i>	120	93	29%
<i>Alternatives</i>	100	127	-22%
Investment Banking & Broking	39	44	-12%
Fixed Income*	62	46	35%
Loan Book Related fees	141	95	49%
Other Income	18	18	2%
OPERATING INCOME	2,459	2,255	9%
OPERATING EXPENSES	374	372	0%
HR	214	215	0%
Non-HR	160	158	2%
Provisions	185	201	-8%
<i>Loans</i>	100	110	-9%
<i>Investments</i>	85	90	-6%
PBT	1,900	1,682	13%
Tax, Minority int, etc	590	463	27%
PAT	1,310	1,219	7%
PAT (net of principal gains)	1,253	945	33%

* Includes Fees & Treasury trading gains

3. Ratios (rolling 12 months)

Particular	Jan12 - Dec12	Oct11 - Sep12	Jul11 - Jun12	FY12	Jan11 - Dec11
NII / Operating Income	78%	76%	71%	70%	68%
Non-Int income / Operating Income	21%	23%	29%	29%	31%
HR / Operating Income	10%	10%	10%	10%	11%
Cost / Income	16.5%	16.7%	16.7%	17.5%	18.3%
RoE	12.8%	12.5%	13.2%	13.0%	12.9%
Leverage (<i>Closing</i>)	5.1 x	5.3 x	5.1 x	5.0 x	4.7 x
Loan Loss Reserve (<i>Closing</i>)	1.6%	1.5%	1.6%	1.5%	1.6%
Gross NPA	0.26%	0.28%	0.30%	0.30%	0.22%
Net NPA	0.12%	0.13%	0.14%	0.15%	0.11%
Average Spreads*	2.5%	2.5%	2.5%	2.3%	2.3%
NIMs	4.2%	4.3%	4.3%	4.3%	4.3%

*Average Spreads for earlier periods recasted as treasury trading gains have now been excluded. There is no change in the calculation of loan book spreads.