

**IL&FS Financial Services Limited**

Registered Office: The IL&amp;FS Financial Centre, Bandra Kurla Complex, Bandra East, Mumbai - 400051

**Statement of Financial Results for the half year ended September 30, 2013**

(₹ in Lakhs)

Particulars	Half Year ended		Year ended
	September 30, 2013	September 30, 2012	March 31, 2013
	Audited	Audited	Audited
<b>I Interest earned (a) + (b) + (c) + (d)</b>	75,820	67,470	155,601
(a) Interest/disc. on advances/ bills	67,251	60,740	134,930
(b) Income on investments	8,569	6,730	20,671
(c) Interest on balances with Reserve Bank of India and other inter bank funds	-	-	-
(d) Others	-	-	-
2 Other Income	3,279	7,582	19,909
3 Total Income (1 + 2)	79,099	75,052	175,510
4 Interest Expended	56,427	52,411	111,883
5 Operating Expenses (i) + (ii)	6,180	6,336	13,902
(i) Employee cost	2,305	2,602	5,972
(ii) Other operating expenses (a) + (b) + (c) (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	3,875	3,734	7,930
(a) Brand Subscription Charges	878	714	1,428
(b) Service Charges	1,039	846	1,857
(c) Others	1,958	2,174	4,645
6 Total Expenditure (4+5) excluding provisions and contingencies	62,607	58,747	125,785
7 Operating Profit before Provisions and Contingencies (3-6)	16,492	16,305	49,725
8 Provisions (other than tax) and Contingencies	9,369	626	4,694
9 Exceptional Items	-	-	-
10 Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	7,123	15,679	45,031
11 Tax expense	2,531	4,952	10,070
12 Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	4,592	10,727	34,961
13 Extraordinary items (net of tax expense)	-	-	-
14 Net Profit (+)/ Loss (-) for the period (12-13)	4,592	10,727	34,961
15 Paid-up equity share capital (Face Value of Rs 10 each)	26,567	26,567	26,567
16 Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	-	-	158,549
17 Analytical Ratios			
(i) Capital Adequacy Ratio **Unaudited	21.60%**	19.98%**	21.98%
(ii) Earnings Per Share (EPS) (Basic & Diluted) *Not annualised	1.73*	4.04*	13.16
18 NPA Ratios (Unaudited)			
a) (i) Gross/Net NPA	30,267	5,956	12,009
(ii) Net NPA	26,004	5,032	9,932
b) (i) % of Gross NPA	3.05	0.60	1.21
(ii) % of Net NPA	2.63	0.50	1.00
19 Return on Assets (Unaudited)	0.69%	1.75%	2.87%

**Notes:-**

- The above financial results of the Company for the half year ended September 30, 2013 have been reviewed by the Audit Committee at their meeting held on October 24, 2013 and approved by the Board of Directors at their meeting held on November 09, 2013.
- Interest on Advances includes lease income on assets given on lease.
- Income on Investments include interest on investments, dividend, pass through income and profit/ Loss on sale of investments.
- Provisions (other than tax) and Contingencies includes the following:

(₹ in Lakhs)

Particulars	Half Year ended		Year ended
	September 30, 2013	September 30, 2012	March 31, 2013
	Audited	Audited	Audited
Provision for Non-Performing Assets	2,187	200	1,352
Provision for Diminution in Investments	3,925	(1,149)	(3,817)
Provision for General Contingencies	1,500	1,000	5,000
Contingent Provision against Standard Assets	-	300	300
Provision for Bad and Doubtful Debts	216	275	167
Other Provisions	1,541	-	1,692
<b>Total</b>	<b>9,369</b>	<b>626</b>	<b>4,694</b>

- Loans, Investments in Debt and Investments in Pass through certificates only as at respective dates has been considered for calculation of NPA ratio.
- NPA does not include provision for general contingency, Contingent Provision against Standard Assets, Provision for Bad and Doubtful Debts.
- Return (Profit after Tax) on Assets has been calculated on average assets. Average Asset is average of the opening & closing total assets for the respective corresponding periods/year.
- The Company is in the business of providing financial services. As such, all activities undertaken by the Company are incidental to the main business segment. There is no separate reportable business segment as per Accounting Standard 17 "Segment reporting".
- Capital Adequacy ratios as at September 30, 2013 and September 30, 2012 are not audited by the statutory auditors.
- Figures of the previous year/period have been regrouped and reclassified wherever necessary.

**For and on behalf of the Board**

Sd/-

Managing Director &amp; CEO

Sd/-

Chief Financial Officer

Sd/

Company Secretary

Mumbai, November 09, 2013