

IDFCBANK/SD/SE/18/2018-19

April 24, 2018

The Manager - Listing Department  
National Stock Exchange of India Limited  
Bandra Kurla Complex, Bandra (East)  
Mumbai - 400 051  
NSE Scrip Code: IDFCBANK

The Manager - Listing Department  
BSE Limited  
1<sup>st</sup> Floor, P.J. Towers, Dalal Street,  
Mumbai - 400 001  
BSE Scrip Code: 539437

Dear Sirs,

**Subject: IDFC Bank Limited - Outcome of the Board Meeting**

The Board of Directors ('the Board') of IDFC Bank Limited ('the Bank') at its meeting held today i.e. April 24, 2018 *inter alia* approved the Audited Financial Results (Standalone and Consolidated) of the Bank for the year ended March 31, 2018. Please find enclosed herewith the aforesaid financial results along with Auditors' Report thereon issued by M/s. Deloitte Haskins & Sells, the Statutory Auditors of the Bank.

We hereby confirm and declare that the Statutory Auditors of the Bank have issued Audit Reports on the aforesaid financial results with unmodified opinion.

Further, we are pleased to inform you that the Board has recommended a Final Dividend of Rs. 0.75 per equity share of Rs. 10 each (i.e. 7.5%) for the financial year ended March 31, 2018, subject to the approval of Shareholders at the ensuing Annual General Meeting ('AGM'). The Dividend, if approved by the Shareholders, will be paid not later than a week following the AGM.

The above information is also available on the website of the Bank: [www.idfcbank.com](http://www.idfcbank.com)

The Board Meeting commenced at 1.30 p.m. and concluded at 6.05 p.m.

Kindly take note of the same.

Thanking you,

Yours faithfully,

For IDFC Bank Limited



**Mahendra N. Shah**

**Company Secretary & Chief Compliance Officer**



Encl.: As above

## INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF IDFC BANK LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of **IDFC BANK LIMITED** (the "Bank") for the year ended 31 March, 2018 ("the Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, except for the matters in Note 11 of the Statement.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has been compiled from the related financial statements for the year ended 31 March, 2018, which are prepared in accordance with the provisions of Section 29 of the Banking Regulation Act, 1949, the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, in so far as applicable to banks, other accounting principles generally accepted in India and the Guidelines issued by the Reserve Bank of India. Our responsibility is to express an opinion on the Statement based on our audit of such financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and



- (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Bank for the year ended 31 March, 2018.
5. The Statement includes the results for the quarter ended 31 March, 2018 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.

**For DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 117365W)



**Kalpesh J. Mehta**  
Partner  
(Membership No. 48791)

Mumbai, 24 April, 2018







IDFC Bank Limited

Registered Office: KRM Towers, 7th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamilnadu

CIN : L65110TN2014PLC097792

Statement of Audited Financial Results for the year ended March 31, 2018 (Standalone)

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		(refer note 13)		(refer note 13)		
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	
1	Interest Earned (a)+(b)+(c)+(d)	228130.18	228371.92	222337.74	893000.46	853271.45
	(a) Interest / discount on advances / bills	114018.17	122292.72	127351.56	472294.52	508841.82
	(b) Income on investments	106782.44	102785.55	90607.97	404130.69	328878.22
	(c) Interest on balances with Reserve Bank of India and other inter- bank funds	344.22	243.95	2191.80	827.41	5721.37
	(d) Others	6985.35	3049.70	2186.41	15747.84	9830.04
2	Other Income (refer note 6)	9304.63	23078.68	5627.35	111789.27	101311.56
3	TOTAL INCOME (1+2)	237434.81	251450.60	227965.09	1004789.73	954583.01
4	Interest Expended	182806.93	178875.57	172129.95	713190.74	651539.43
5	Operating Expenses (i)+(ii)+(iii)+(iv)	48988.83	41102.79	29810.41	165259.43	127697.64
	(i) Employees cost	18114.40	17140.46	9480.13	67597.49	57362.20
	(ii) Depreciation on bank's property	4351.57	4062.45	3664.70	16348.49	13434.42
	(iii) Professional fees	4286.68	4126.55	3803.87	15472.50	14083.15
	(iv) Other operating expenses	22236.18	15773.33	12861.71	65840.95	42817.87
6	TOTAL EXPENDITURE (4+5) (Excluding Provisions and Contingencies)	231795.76	219978.36	201940.36	878450.17	779237.07
7	Operating Profit (3-6) (Profit Before Provisions and Contingencies)	5639.05	31472.24	26024.73	126339.56	175345.94
8	Provisions (other than tax) and Contingencies (Net)	24245.98	10860.79	479.66	23609.57	28250.38
9	Exceptional Items	-	-	-	-	-
10	Profit / (Loss) from Ordinary Activities before tax (7-8-9)	(18606.93)	20611.45	25545.07	102729.99	147095.56
11	Tax Expense (refer note 7)	(22800.34)	6000.00	7950.01	16799.66	45121.78
12	Net Profit / (Loss) from Ordinary Activities after tax (10-11)	4193.41	14611.45	17595.06	85930.33	101973.78
13	Extraordinary Items (Net of tax expense)	-	-	-	-	-
14	Net Profit / (Loss) for the period (12-13)	4193.41	14611.45	17595.06	85930.33	101973.78
15	Paid-up Equity Share Capital (Face Value ₹ 10 per share) (refer note 8)	340407.49	340267.61	339900.62	340407.49	339900.62
16	Reserves excluding Revaluation Reserves				1185246.35	1127904.28
17	Analytical Ratios					
	(i) Percentage of shares held by Government of India	7.68%	7.68%	7.69%	7.68%	7.69%
	(ii) Capital adequacy ratio (Basel III) (refer note 9)	18.00%	19.15%	18.90%	18.00%	18.90%
	(iii) Earnings per share (EPS) for the period / year (before and after extraordinary items) (not annualized) (refer note 8)					
	- Basic (₹)	0.12	0.43	0.52	2.53	3.00
	- Diluted (₹)	0.12	0.43	0.51	2.52	2.98
	(iv) NPA ratios (refer note 2 & 10)					
	(a) Amount of gross NPAs	177906.20	277666.80	154210.14	177906.20	154210.14
	(b) Amount of net NPAs	89115.77	120627.99	57647.24	89115.77	57647.24
	(c) % of gross NPAs to gross advances	3.31%	5.62%	2.99%	3.31%	2.99%
	(d) % of net NPAs to net advances	1.69%	2.52%	1.14%	1.69%	1.14%
	(v) Return on assets (annualized)	0.14%	0.49%	0.63%	0.72%	1.04%



Segment Information in accordance with the Accounting Standard on Segment Reporting (AS 17) of the operating segments of the Bank is as under :

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended 31.03.2018 (refer note 13)	Quarter ended 31.12.2017	Quarter ended 31.03.2017 (refer note 13)	Year ended 31.03.2018	Year ended 31.03.2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Segment Revenue					
	a Treasury	147732.37	157319.25	151062.72	648677.46	675299.79
	b Wholesale Banking	94219.50	113893.73	122758.72	435858.18	514464.06
	c Retail Banking	28459.47	20132.10	10109.98	78846.04	24190.27
	d Other Banking Business	318.69	248.74	86.52	803.63	115.18
	e Unallocated	4036.11	(95.85)	(45.44)	4117.58	335.92
	Total Segment Revenue	274766.14	291497.97	283972.50	1168302.89	1214405.22
	Add/(Less) : Inter Segment Revenue	(37331.33)	(40047.37)	(56007.41)	(163513.16)	(259822.21)
	Income from Operations	237434.81	251450.60	227965.09	1004789.73	954583.01
2	Segment Results After Provisions & Before Tax					
	a Treasury	18629.50	5971.02	(6053.74)	104881.81	78196.33
	b Wholesale Banking	(12249.45)	36844.81	47896.66	83475.94	142688.03
	c Retail Banking	(11326.03)	(8813.39)	(7105.19)	(33569.31)	(34024.44)
	d Other Banking Business	49.34	(25.71)	86.52	(211.36)	115.18
	e Unallocated	(13710.29)	(13365.28)	(9279.18)	(51847.09)	(39879.54)
	Total Profit Before Tax	(18606.93)	20611.45	25545.07	102729.99	147095.56
3	Segment Assets					
	a Treasury	6947360.77	6663228.70	5827057.11	6947360.77	5827057.11
	b Wholesale Banking	4532599.05	4216584.56	4765873.54	4532599.05	4765873.54
	c Retail Banking	913955.02	716513.60	375600.45	913955.02	375600.45
	d Other Banking Business	709.11	490.87	115.18	709.11	115.18
	e Unallocated	257393.93	223092.30	247319.53	257393.93	247319.53
	Total Segment Assets	12652017.88	11819910.03	11215965.81	12652017.88	11215965.81
4	Segment Liabilities					
	a Treasury	5891889.51	5597537.43	4946422.67	5891889.51	4946422.67
	b Wholesale Banking	4345150.20	4028279.63	4419976.85	4345150.20	4419976.85
	c Retail Banking	876006.93	661254.36	373779.51	876006.93	373779.51
	d Other Banking Business	211.36	260.70	-	211.36	-
	e Unallocated	13106.04	11780.37	7981.88	13106.04	7981.88
	Total Segment Liabilities	11126364.04	10299112.49	9748160.91	11126364.04	9748160.91
5	Capital Employed (Segment Assets - Segment Liabilities)	1525653.84	1520797.54	1467804.90	1525653.84	1467804.90

Business segments have been identified and reported taking into account the target customer profile, the nature of products, the organisation structure, internal business reporting system and the guidelines prescribed by the Reserve Bank of India (the RBI).



Notes:

- 1 Statement of Assets and Liabilities of the Bank as at March 31, 2018 and March 31, 2017 is given below :

(₹ in lakhs)

Particulars	As at 31.03.2018	As at 31.03.2017
	(Audited)	(Audited)
<b>CAPITAL AND LIABILITIES</b>		
Capital	340407.49	339900.62
Employees' stock options outstanding	-	107.14
Reserves and surplus	1185246.35	1127797.14
Deposits	4819820.25	4020822.46
Borrowings	5728706.54	5026218.57
Other liabilities and provisions	577837.25	701119.88
<b>TOTAL</b>	<b>12652017.88</b>	<b>11215965.81</b>
<b>ASSETS</b>		
Cash and balances with Reserve Bank of India	305085.56	303629.08
Balances with banks and money at call and short notice	184094.18	206570.63
Investments	6120153.42	5047169.61
Advances	5216488.81	4940168.32
Fixed Assets	78413.07	78655.15
Other Assets	747782.84	639773.02
<b>TOTAL</b>	<b>12652017.88</b>	<b>11215965.81</b>

- 2 In terms of SEBI circular no. CIR/CFD/CMD/80/2017 dated July 18, 2017, banks are required to disclose the divergences in asset classification and provisioning consequent to RBI's annual supervisory process. The following table sets forth, details of divergence in the asset classification and provisioning as per RBI's supervisory process for the year ended March 31, 2017.

(₹ in lakhs)

	Particulars	As at 31.03.2017
1	Gross NPAs as on March 31, 2017 as reported by the bank	154210.14
2	Gross NPAs as on March 31, 2017 as assessed by RBI	181279.78
3	Divergence in Gross NPAs (2-1)	27069.64
4	Net NPAs as on March 31, 2017 as reported by the bank	57647.24
5	Net NPAs as on March 31, 2017 as assessed by RBI	77949.47
6	Divergence in Net NPAs (5-4)	20302.23
7	Provisions for NPAs as on March 31, 2017 as reported by the bank *	108212.90
8	Provisions for NPAs as on March 31, 2017 as assessed by RBI	103330.31
9	Divergence in provisioning (8-7)	-
10	Reported Net Profit after Tax (PAT) for the year ended March 31, 2017	101973.78
11	Adjusted (notional) Net Profit after Tax (PAT) for the year ended March 31, 2017 after taking into account the divergence in provisioning	101973.78

\* Provision for NPAs as reported by the Bank is adjusted to include a specific provision of ₹116.50 crore as on March 31, 2017 held against a particular asset identified by RBI for divergence in the current financial year. The said provision was made in earlier years in line with the Bank's provisioning policy and was in **excess** of the provision assessed by RBI. **Accordingly, there is no divergence in provisioning and no impact on Profit After Tax for the year ended March 31, 2017 due to divergence.**





- 3 The above results were reviewed by the Audit Committee on April 23, 2018 and approved by the Board of Directors on April 24, 2018. There are no qualifications in the auditor's report for the year ended March 31, 2018. The information presented above is extracted from the audited financial statements.
- 4 The above financial results of the Bank have been prepared in accordance with the provisions of the Banking Regulation Act, 1949, Generally Accepted Accounting Principles in India, including Accounting Standards as specified under Section 133 of the Companies Act, 2013, Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 in so far as they apply to Banks, and the guidelines issued by the RBI. In addition, the Bank has automated its key operations with the key applications largely integrated with the core banking solutions and general ledger system. Accordingly, branch returns are not required to be submitted.
- 5 On January 13, 2018, the Board of Directors of the Bank approved a merger of Capital First Limited and its wholly owned subsidiaries, Capital First Home Finance Limited & Capital First Securities Limited with the Bank in an all-stock transaction through a Composite Scheme of Arrangement, subject to approvals of the Reserve Bank of India (RBI), the Competition Commission of India (CCI), the Securities and Exchange Board of India (SEBI) / Stock Exchanges, the respective Shareholders and Creditors of each entities and the National Company Law Tribunal (NCLT). The appointed date for the transaction is proposed to be April 1, 2018 or mutually agreed date and the effective date shall be based on the receipt of the aforesaid approvals. The proposed transaction however does not have any impact on the current financial results or the financial position of the Bank as at March 31, 2018.
- 6 "Other Income" includes non-fund based income such as commission, fees, earnings from foreign exchange and derivative transactions and profit / (loss) from sale of investments. Other income for the year ended March 31, 2018 includes profit on sale of investments in the 'Held to Maturity (HTM)' category of ₹ 410.17 crore (Previous Year ₹ 10.96 crore ). Profit on sale of investments in the HTM category (net of applicable taxes and statutory reserves) of ₹ 202 crore (Previous Year ₹ 5.50 crore) is appropriated to Capital Reserve in accordance with the RBI guidelines.
- 7 During the quarter ended March 31, 2018, the Bank received favourable income tax orders relating to matter under scrutiny by tax department, which has resulted in write-back of tax provision for earlier years of ₹ 62.57 crore (Previous Year ₹ 1.28 crore) and has remeasured the deferred tax assets at applicable tax rates, which resulted in tax credit of ₹ 77.43 crore (Previous Year Nil).
- 8 During the quarter and year ended March 31, 2018, the Bank has issued 1398777 and 5068721 equity shares respectively of face value of ₹10 each pursuant to the exercise of options under the Employee Stock Option Scheme.
- 9 The Board of Directors has proposed a dividend of ₹ 0.75 per share (7.50%) [(Previous Year ₹ 0.75 per share) (7.50%)] for the year ended March 31, 2018, subject to the approval of the shareholders at the ensuing Annual General Meeting. Capital adequacy ratio as at March 31, 2018 is after considering the impact of proposed dividend for FY 2017-18. Capital adequacy ratio after considering the impact of proposed dividend for FY 2016-17 was 18.51% as at March 31, 2017.
- 10 The disclosures for NPA referred to in point 17(iv) above correspond to non performing advances.
- 11 In accordance with the RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' and the RBI circular DBR.No.BP.BC. 80/21/21.06.201/ 2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards Amendments', banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III framework. The Bank has made these disclosures on its website at the link : <http://www.idfcbank.com/regulatory-disclosures.html>. These disclosures have not been subjected to audit or limited review by the Statutory Auditors of the Bank.



- 12 The Bank has not spread provisioning for mark to market (MTM) losses on investment held in AFS and HFT category for the quarters ended December 31, 2017 and March 31, 2018, though allowed by RBI vide circular DBR.No.BP.BC.102/21.04.048/2017-18 dated April 2, 2018 with a view to address the systemic impact of sharp increase in yields of Government Securities.
- 13 The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year which was subject to limited review.
- 14 The figures for the previous quarter / period have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached

For Deloitte Haskins & Sells  
Chartered Accountants



Kalpesh J. Mehta  
Partner

Date: April 24, 2018  
Place: Mumbai

For and behalf of the Board  
of IDFC Bank Limited



Rajiv B. Lall  
Founder Managing Director & CEO





**INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF DIRECTORS OF  
IDFC BANK LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **IDFC Bank Limited** ("the Bank") and its subsidiary (the Bank and its subsidiary together referred to as "the Group"), and its share of loss of its associates for the year ended 31 March, 2018 ("the Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which is in accordance with provisions of Section 29 of the Banking Regulation Act, 1949, the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in paragraph 5 below, is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements and the other financial information of the subsidiary, referred to in paragraphs 5 below, the Statement:



- a. includes the results of the following entities:

**Subsidiary:** IDFC Bharat Limited (Formerly known as Grama Vidiyal Microfinance Limited).

**Associate:** Millennium City Expressways Private Limited and Feedback Infra Private Limited.

- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- c. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Group for the year ended 31 March, 2018.
5. We did not audit the financial statements of a subsidiary included in the consolidated financial results, whose financial statements reflect total assets of Rs. 22,914.98 lacs as at 31 March, 2018, total revenues of Rs. 17,729.99 lacs for the year ended 31 March, 2018 and total profit after tax of Rs. 2,125.20 lacs for the year ended on that date, as considered in the consolidated financial results. These financial statements have been audited by other auditor whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the other auditor.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor.


6. The consolidated financial results also includes the Group's share of (loss) after tax of Rs. 7,556.59 lacs for the year ended 31 March 2018, as considered in the consolidated financial results, in respect of two associates, whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these associates, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the financial statements certified by the Management.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No.117365W)

Kalpesh J. Mehta  
Partner  
(Membership No. 48791)

Mumbai, 24 April, 2018







**IDFC Bank Limited**

Registered Office: KRM Towers, 7th Floor, No. 1 Harrington Road, Chetpet, Chennai 600031, Tamilnadu  
CIN : L65110TN2014PLC097792

**Statement of Audited Financial Results for the year ended March 31, 2018 (Consolidated)**

(₹ in lakhs)

Sr. No.	Particulars	Year ended	Year ended
		31.03.2018	31.03.2017
		(Audited)	(Audited)
1	<b>Interest Earned (a)+(b)+(c)+(d)</b>	<b>909847.23</b>	<b>857827.66</b>
	(a) Interest / discount on advances / bills	489012.00	513231.57
	(b) Income on investments	404130.69	328878.22
	(c) Interest on balances with Reserve Bank of India and other inter- bank funds	901.37	5866.49
	(d) Others	15803.17	9851.37
2	<b>Other Income</b>	<b>111987.43</b>	<b>101909.83</b>
3	<b>TOTAL INCOME (1+2)</b>	<b>1021834.66</b>	<b>959737.48</b>
4	Interest Expended	712596.28	651547.29
5	<b>Operating Expenses (i) + (ii) + (iii) + (iv)</b>	<b>179690.66</b>	<b>133211.16</b>
	(i) Employees cost	78638.00	61496.26
	(ii) Depreciation on group's property	16821.36	13593.08
	(iii) Professional fees	15518.56	14018.06
	(iv) Other operating expenses	68712.74	44103.76
6	<b>TOTAL EXPENDITURE (4+5) (Excluding Provisions and Contingencies)</b>	<b>892286.94</b>	<b>784758.46</b>
7	<b>Operating Profit (3-6) (Profit Before Provisions and Contingencies)</b>	<b>129547.72</b>	<b>174979.03</b>
8	Provisions (other than tax) and Contingencies (Net)	16030.56	23604.81
9	Exceptional Items	-	-
10	<b>Profit / (Loss) from Ordinary Activities before tax (7-8-9)</b>	<b>113517.16</b>	<b>151374.22</b>
11	Tax Expense	17969.10	45099.79
12	<b>Net Profit / (Loss) from Ordinary Activities after tax (10-11)</b>	<b>95548.06</b>	<b>106274.43</b>
13	Extraordinary Items (Net of tax expense)	-	-
14	<b>Net Profit / (Loss) for the year (12-13)</b>	<b>95548.06</b>	<b>106274.43</b>
15	Share in Profit / (Loss) of Associate (refer note 4)	(7556.59)	(4406.27)
16	<b>Consolidated Net Profit / (Loss) for the year (14+15)</b>	<b>87991.47</b>	<b>101868.16</b>
17	<b>Paid-up Equity Share Capital (Face Value ₹ 10 per share) (refer note 8)</b>	<b>340407.49</b>	<b>339900.62</b>
18	Reserves excluding Revaluation Reserves	1187003.12	1127832.20
19	<b>Analytical Ratios (refer note 9)</b>		
	Earnings per share (EPS) for the year (before and after extraordinary items) (refer note 8)		
	- Basic (₹)	2.59	3.00
	- Diluted (₹)	2.58	2.98

Segment Information in accordance with the Accounting Standard on Segment Reporting (AS 17) of the operating segments of the bank is as under :

(₹ in lakhs)

Sr. No.	Particulars	Year ended	Year ended
		31.03.2018	31.03.2017
		(Audited)	(Audited)
1	<b>Segment Revenue</b>		
	a Treasury	648590.99	675299.79
	b Wholesale Banking	435858.18	514464.06
	c Retail Banking	95977.44	29344.74
	d Other Banking Business	803.63	115.18
	e Unallocated	4117.58	335.92
	<b>Total Segment Revenue</b>	<b>1186347.82</b>	<b>1219569.69</b>
	Add/(Less) : Inter Segment Revenue	(163513.16)	(259822.21)
	<b>Income from Operations</b>	<b>1021834.66</b>	<b>959737.48</b>
2	<b>Segment Results After Provisions &amp; Before Tax</b>		
	a Treasury	112374.36	82862.78
	b Wholesale Banking	83475.94	142688.03
	c Retail Banking	(30274.69)	(34412.23)
	d Other Banking Business	(211.36)	115.18
	e Unallocated	(51847.09)	(39879.54)
	<b>Total Profit Before Tax and Earnings from Associates</b>	<b>113517.16</b>	<b>151374.22</b>
3	<b>Segment Assets</b>		
	a Treasury	6917649.15	5796298.61
	b Wholesale Banking	4532599.05	4765873.54
	c Retail Banking	929471.91	396131.28
	d Other Banking Business	709.11	115.18
	e Unallocated	257770.00	248012.55
	<b>Total Segment Assets</b>	<b>12638199.22</b>	<b>11206431.16</b>
4	<b>Segment Liabilities</b>		
	a Treasury	5891842.17	4946375.01
	b Wholesale Banking	4344879.54	4419779.12
	c Retail Banking	861544.52	364971.81
	d Other Banking Business	211.36	-
	e Unallocated	12311.02	7572.40
	<b>Total Segment Liabilities</b>	<b>11110788.61</b>	<b>9738698.34</b>
5	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>	<b>1527410.61</b>	<b>1467732.82</b>

Business segments have been identified and reported taking into account the target customer profile, the nature of products, the organisation structure, internal business reporting system and the guidelines prescribed by the Reserve Bank of India ('the RBI').





**Notes:**

- 1 Statement of Assets and Liabilities of the Bank as at March 31, 2018 and March 31, 2017 is given below :

( ₹ in lakhs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
	(Audited)	(Audited)
<b>CAPITAL AND LIABILITIES</b>		
Capital	340407.49	339900.62
Employees' stock options outstanding	-	107.14
Reserves and surplus	1187003.12	1127725.06
Deposits	4803944.14	4009782.95
Borrowings	5728706.54	5026218.57
Other liabilities and provisions	578137.93	702696.82
<b>TOTAL</b>	<b>12638199.22</b>	<b>11206431.16</b>
<b>ASSETS</b>		
Cash and balances with Reserve Bank of India	302109.87	299513.65
Balances with banks and money at call and short notice	185571.75	214499.12
Investments	6090441.80	5016411.12
Advances	5216488.81	4940168.32
Fixed Assets	80025.91	79886.95
Other Assets	763561.08	655952.00
<b>TOTAL</b>	<b>12638199.22</b>	<b>11206431.16</b>

- 2 The above results were reviewed by the Audit Committee on April 23, 2018 and approved by the Board of Directors on April 24, 2018. There are no qualifications in the auditor's report for the year ended March 31, 2018. The information presented above is extracted from the audited financial statements.
- 3 The consolidated financial results are prepared in accordance with the provisions of the Banking Regulation Act, 1949, Generally Accepted Accounting Principles in India, Accounting Standard (AS) 21 'Consolidated Financial Statement' and Accounting Standard (AS) 23 'Accounting for investment in associates in Consolidated Financial Statement' specified under Section 133 of the Companies Act, 2013 and Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 in so far as they apply to banks, and the guidelines issued by the RBI.
- 4 During the year ended March 31, 2018, the Bank sold partial stake in Feedback Infra Private Limited, as associate, which resulted in change in its holding from 24.61% to 17.77%. Accordingly, as per AS 23 on accounting investment in associates, Feedback Infra Private Limited is no longer an associate with effect from March 19, 2018.
- 5 On January 13, 2018, the Board of Directors of the Bank approved a merger of Capital First Limited and its wholly owned subsidiaries, Capital First Home Finance Limited & Capital First Securities Limited with the Bank in an all-stock transaction through a Composite Scheme of Arrangement, subject to approvals of the Reserve Bank of India (RBI), the Competition Commission of India (CCI), the Securities and Exchange Board of India (SEBI) / Stock Exchanges, the respective Shareholders and Creditors of each entities and the National Company Law Tribunal (NCLT). The appointed date for the transaction is proposed to be April 1, 2018 or mutually agreed date and the effective date shall be based on the receipt of the aforesaid approvals. The proposed transaction however does not have any impact on the current financial results or the financial position of the Bank as at March 31, 2018.
- 6 The Board of Directors has proposed a dividend of ₹ 0.75 per share (7.50%) [(Previous Year ₹ 0.75 per share) (7.50%)] for the year ended March 31, 2018, subject to the approval of the shareholders at the ensuing Annual General Meeting.
- 7 In accordance with the RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' and the RBI circular DBR.No.BP.BC.80/21/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards Amendments', banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III framework. The Bank has made these disclosures on its website at the link : <http://www.idfcbank.com/regulatory-disclosures.html>. These disclosures have not been subjected to audit or limited review by the Statutory Auditors of the Bank.
- 8 During the year ended March 31, 2018, the holding company has issued 5068721 equity shares of face value of ₹10 each respectively pursuant to the exercise of options under the Employee Stock Option Scheme.
- 9 Analytical ratios are part of standalone financial results available on the Bank's website ([www.idfcbank.com](http://www.idfcbank.com)) and on the Stock Exchange websites ([www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com)).
- 10 The figures for the previous year have been regrouped wherever necessary, in order to make them comparable.

In terms of our report attached

**For Deloitte Haskins & Sells  
Chartered Accountants**

**Kalpesh J. Mehta  
Partner**

 Date: April 24, 2018  
Place: Mumbai

**For and on behalf of the Board  
of IDFC Bank Limited**

**Rajiv B. Lall  
Founder Managing Director & CEO**