



CENTFIN:2016:332
12 May 2016

CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, Debenture Trustees, hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 ('Regulations'), provided to us by **IL&FS FINANCIAL SERVICES LIMITED** ('the Company') for the half-year ended 31 March 2016.

This Certificate is issued pursuant to the requirements of regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange/s by the said Company.

For CENTBANK FINANCIAL SERVICES LTD


HV KAMDAR
COMPANY SECRETARY

CENTBANK FINANCIAL SERVICES LTD.

(Formerly: Centbank Financial & Custodial Services Ltd; *erstwhile*: The Central Bank Executor & Trustee Co. Ltd.)
Regd Office: Central Bank of India - MMO Bldg, 3rd Floor (East Wing)
55, Mahatma Gandhi Road, Fort, Mumbai 400001 ☎: (022) 2261 6217 & (022) 2261 6208
E-mail: info@cfsi.in Website: www.cfsi.in CIN: U67110MH1929GO1001484

IL & FS Financial Services Limited

Registered Office: The IL&FS Financial Centre, Bandra Kurla Complex, Bandra East, Mumbai - 400051
Tel: 022 2683 3331 Fax No: 022 2653 3149 | Website: www.ilfsfin.com
CIN: 1165990ML11995PLC090241

Statement of Financial Results for the year ended March 31, 2016

Particulars	Half Year ended		Year ended	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	Audited	Audited	Audited	Audited
1 Interest earned (a)+(b)+(c)+(d)	89,059	86,300	173,239	175,253
(a) Interest/disc. on advances/bills	77,151	71,535	146,284	143,749
(b) Income on investments	9,797	12,226	21,808	28,746
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	-	-	-	-
(d) Others	2,111	2,519	5,147	2,758
2 Other Income	12,160	12,535	18,917	16,872
3 Total Income (1+2)	101,219	98,835	192,156	192,125
4 Interest Expended	61,345	61,303	121,857	121,601
5 Operating Expenses (i)-(ii)	9,503	7,260	16,735	14,032
(i) Employee cost	4,106	2,520	7,597	5,375
(ii) Other operating expenses (A) items exceeding 10% of the total expenditure excluding interest expenditure may be shown, separately) (a) + (b) + (c)	5,397	4,740	9,138	8,657
a) Bond Subscription Charges	961	907	1,921	1,815
b) Service Charges	1,243	1,580	2,141	2,713
c) Others	1,195	2,253	5,476	4,129
6 Total Expenditure (4+5) excluding provisions and contingencies	70,848	68,563	138,592	135,633
7 Operating Profit before Provisions and Contingencies (3-6)	10,371	10,272	53,564	56,492
8 Provisions (other than tax) and Contingencies	11,628	9,276	21,378	16,154
9 Exceptional Items	-	-	-	-
10 Profit (+) / Loss (-) from Ordinary Activities before tax (7-8-9)	18,743	20,996	32,186	40,338
11 Tax expense	8,318	7,715	32,998	15,101
12 Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	10,425	13,281	19,278	24,937
13 Extraordinary items (net of tax expense)	-	-	-	-
14 Net Profit (+) / Loss (-) for the period (12-13)	10,425	13,281	19,278	24,937
15 Paid-up equity share capital (Face Value of Rs 10 each)	25,567	26,567	26,567	26,567
16 Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	N.A.	N.A.	191,609	176,557
17 Analytical Ratios				
(i) Capital Adequacy Ratio % as at *Unaudited	20.48*	21.63	20.48*	21.63
(ii) Earnings Per Share (EPS) (Basic & Diluted) *Not annualised	3.92*	5.00*	7.25	9.30
18 NPA Ratios (Unaudited)				
a) (i) Gross NPA	34,952	25,197	34,952	25,197
(ii) Net NPA	27,414	20,259	27,414	20,259
b) (i) % of Gross NPA	2.79	2.58	2.79	2.58
(ii) % of Net NPA	2.20	2.08	2.20	2.08
Return on Assets % (Unaudited) *Annualised	1.27*	1.78*	1.15	1.69



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For IL&FS FINANCIAL SERVICES LIMITED

[Signature]
Company Secretary

Notes:-

- (1) The above financial results of the Company for the year ended March 31, 2016 has been reviewed by the Audit Committee at their meeting held on May 05, 2016 and approved by the Board of Directors at their meeting held on May 06, 2016
- (2) Interest on Advances includes lease income on assets given on lease
- (3) Income on Investment includes interest on investment, dividend, pass through income and Net Gain/(Loss) on sale of investments
- (4) Provisions (other than tax) and Contingencies includes the following:

(₹ in Lakhs)

Particulars	Half Year Ended		Year ended	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Audited	Audited	Audited	Audited
Provision for Non Performing Assets & Write off	1,323	3,604	4,659	5,081
Provision for Diminution in Investments	950	(2,468)	3,130	(1,458)
Provision for Contingencies	8,500	7,697	12,200	11,697
Provision for Standard Assets	850	(50)	1,260	-
Provision for Bad and Doubtful Debts	(33)	78	156	516
Other Provisions	38	417	(57)	616
Total	11,628	9,296	21,378	16,754

- (5) In addition to Loans, Investments in Debt and Investments in Pass through certificates as at respective dates has been considered for calculation of NPA ratio
- (6) Provision for Non-Performing Assets does not include Provision for Contingency, Provision for Standard Assets, Provision for Bad and Doubtful Debts and other provision
- (7) 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 period/year
- (8) 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"
- (9) Figures of the previous periods/year have been regrouped and reclassified wherever necessary
- (10) Board of Directors of the Company in their meeting today proposed a dividend of ₹ 5/- per share aggregating ₹ 15,987.58 lakhs (includes dividend tax ₹ 2,704.18 Lakhs) which is subject to its shareholders approval. The reserves stated above are after giving effect to the proposed dividend and tax thereon.
- (11) The figures in the interim headed half year ended March 31, 2016 and March 31, 2015 for the Company have been derived after considering the audited Statement of Financial Results for the half year ended September 30, 2015 and September 30, 2014 respectively



Additional Disclosures

(1) Credit Rating has been assigned by CARE, India Ratings and Research Limited and ICRA


Instrument	Credit Rating Agency	Rating
Commercial Papers	India Ratings and Research Private Limited	IND A1+
	CARE Limited	CARE A1+
	ICRA Limited	[ICRA]A1+
Non-Convertible Debentures	India Ratings and Research Private Limited	IND AAA'
	CARE Limited	CARE AAA
Subordinate Loans	India Ratings and Research Private Limited	IND AAA'
	CARE Limited	CARE AAA
Non-Convertible Redeemable Cumulative Preference Shares	CARE Limited	CARE AAA(RPS)

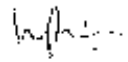
* There has been no change in credit rating during FY 2015-16

- (2) Debt Equity Ratio: 6.64 times
- (3) Previous due date for the payment of interest/dividend for non-convertible redeemable preference shares/ repayment of principal of non-convertible preference shares / non-convertible debt securities and whether the same has been paid or not - Set out in Annexure 'A' for non-convertible debt securities and Annexure 'B' for non-convertible preference shares
- (4) Next due date for the payment of interest/ dividend of non-convertible preference shares /principal along with the amount of interest/ dividend of non-convertible preference shares payable and the redemption amount - Set out in Annexure 'A' for non-convertible debt securities and Annexure 'B' for non-convertible preference shares
- (5) Outstanding redeemable preference shares (quantity and value) : 1,66,666 non-convertible redeemable cumulative preference shares aggregating to face value amount of ₹ 1,249,995,000, issue premium of ₹ 1,249,995,000 and issue price of ₹ 2,49,990,000
- (6) Debenture Redemption Reserve : NA
- (7) Capital Redemption Reserve : NA
- (8) Net-worth : ₹ 230,675 lakhs
- (9) Net profit after Tax : ₹ 192.7% lakhs
- (10) Earnings per share : ₹ 7.25 per share

There was no material deviation in the use of proceeds of issue of non-convertible debt securities and non-convertible redeemable preference shares from the objects stated in the offer document

For and on behalf of the Board


 Managing Director & CFO
 IL&FS Financial Services


 Company Secretary

Bengaluru, May 06, 2016

Mr. Milind Patel
Deputy Managing Director
IL&FS Financial Services Limited
IL&FS Centre, Plot C22, G Block,
Bandra Kurla Complex, Bandra (E.)
Mumbai 400 051

21 March 2016

Dear Sir,

Re: Rating of IL&FS Financial Services Limited's (I-Fin) NCD

India Ratings (see definition below) communicates the following rating:
'IND AAA' to IL&FS Financial Services Limited's INR3bn NCDs with a stable outlook.

India Ratings also communicates the following outstanding ratings:

- Long-Term Issuer Rating: 'IND AAA/Stable'
- Short-Term Issuer Rating: 'IND A1+'
- [NR]7bn long-term debt: 'IND AAA/Stable'
- [NR]9bn lower Tier 2 subordinated debt: 'IND AAA/Stable'
- [NR]7bn short-term debt: 'IND A1+'

The company has issued INR16.95 bn of the 'IND AAA' rated long term debt and INR8.35bn of the 'IND AAA' rated lower Tier 2 subordinated debt.

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security or in a given jurisdiction.

The manner of India Ratings' factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in the jurisdiction in which the rated security is offered and sold and/or the issuer is located, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their

India Ratings & Research Private Limited – A Fitch Group Company
Workhardt Tower, Level 4, West Wing, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
Tel: +91 22 40001700 | Fax: +91 22 40001701 | CIN: L19102MH2005PLC000009 | Tel: +91 22 40001700 | www.indiaratings.com

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For IL&FS FINANCIAL SERVICES LIMITED

Company Secretary

nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings reports have shared authorship. Individuals identified in a India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and/or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings' ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating to investors.

It is important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient. The rating detailed above is valid for 12 months from the date of issue of securities under this issuance or 31st March 2017, whichever is earlier. Notwithstanding the above, the rating is subject to review on a continuing basis, with formal reviews being undertaken at regular intervals of no more than 12 months.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

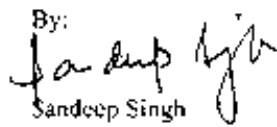
In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact us at 91 22 4000 1700.

Sincerely,

India Ratings

By:


Sandeep Singh
Senior Director



Abhishek Bhattacharya
Director

No. CARE/HO/RL/2015-16/3924
Mr. Deepak Pareek
Chief Financial Officer
IL&FS Financial Services Ltd
The IL&FS Financial Center
Bandra Kurla Complex,
Bandra (E),
Mumbai 400 051.

March 15, 2016

Confidential

Dear Sir,

Credit rating for long term debt instruments

Please refer to our letter dated November 10, 2015 as well as your request for revalidation of the rating assigned to various debt instruments of your company.

2. The following ratings have been reviewed:

Instrument	Rated Amount (Rs. crore)	Utilised Amount as on March 4, 2016 (Rs. crore)	Rating ¹	Remarks
Non convertible debentures	1,500	668	CARE AAA (Triple A)	Reaffirmed
Subordinated Debt	100	35	CARE AAA (Triple A)	Reaffirmed
Total	1,600 (Rupees One Thousand Six Hundred Crore only)	703 (Rupees Seven Hundred & Three Crore only)		

3. Please arrange to get the rating revalidated, in case the proposed issue is not made within six months from the date of this letter.
4. Please inform us the details of issue [date of issue, name of investor, amount issued, interest rate, date of maturity, etc.] as soon as it has been placed.

¹ Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

CREDIT ANALYSIS & RESEARCH LTD.

CORPORATE OFFICE: 4th Floor, Godrej Coliseum, Samaiya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai 400 022.
Tel: +91-22-6754 3456; Fax: +91-22-6754 3457 | Email: care@careratings.com | www.careratings.com

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For IL&FS FINANCIAL SERVICES LIMITED

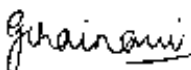

Company Secretary

5. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
6. CARE reserves the right to suspend / withdraw / revise the rating assigned on the basis of new information or in the event of failure on the part of the company to furnish such information, material and clarifications as may be required by CARE. CARE shall also be entitled to publicize / disseminate such suspension / withdrawal / revision in the assigned rating in any manner considered appropriate by it, without any reference to you.
7. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
8. CARE ratings are not recommendations to buy, sell, or hold any securities.

If you need any clarification, you are welcome to approach us in this regard.

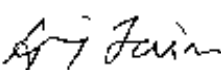
Thanking you,

Yours faithfully,


[Geeta Chainani]

Sr. Manager

geeta.chainani@careratings.com


[Anuj Jain]

A.G.M.

anuj.jain@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

CREDIT ANALYSIS & RESEARCH LTD.

CORPORATE OFFICE: 4th Floor, Godrej Coliseum, Samaya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai 400 022.
Tel.: +91-22-6754 3456; Fax: +91-22-6754 3457 | Email: care@careratings.com | www.careratings.com

REF: KJM/2015-2016/647

AUDITORS' CERTIFICATE

Introduction

We have verified the attached "Statement of Computation of Asset Coverage as at March 31, 2016" (the "Statement") derived from the unaudited financial statements and other records of **IL&FS Financial Services Limited (the "Company")** for the Year ended on March 31, 2016.

Management's Responsibility for the Statement

The Company's Management is responsible for the preparation of the Statement including collecting, collating and validating data and designing, implementing and maintaining of internal controls relevant to the preparation of the Statement that are free from material misstatement, whether due to fraud or error, in accordance with the:

- (i) Fourteenth Contributory Legal Mortgage dated January 29, 2016 and the Indenture of Mortgage dated January 09, 2009 entered into between the Company and Central Bank of India (acting as Agent);
- (ii) Debenture Trust Deeds:
 - a. dated November 08, 2012 for series 2012 II, 2012 III, 2012 IV,
 - b. dated April 02, 2013 for series 2013 VI
 - c. dated August 23, 2013 for series 2013 I, 2013 II, 2013 IV, 2013 V
 - d. dated December 27, 2013 for series 2013 VI, 2013 VII, 2014 I, 2014 II, 2014 III, 2015 I, 2016 II and;
 - e. dated March 21, 2016 for series 2016 IV, 2016 V, 2016 VI

entered into between the Company and Centbank Financial Services Limited (acting as trustee of debenture holders); and


- (iii) the Amended and Restated Security Trustee Agreement dated January 2, 2009 entered into between the Company, Lenders and Central Bank of India (acting as Security Trustee)

(together referred to as the "Agreement").



Regd. Office: 12, 13, Anne-Besant Road, Opp. Ch. Sagar Estate, Ward, Mumbai - 400 013 (Fax: IL&FS Identification No. AAB 8737)

**Certified True Copy
For IL&FS FINANCIAL SERVICES LIMITED**


Company Secretary

Auditors' Responsibility

Our responsibility is to express our conclusion on the information contained in the Statement based on our limited assurance procedures. Our procedures have been planned to obtain all information and explanations that we considered necessary to support our conclusion. Our work was planned to mirror the Company's own compilation process, reviewing how the items in the Statement within our assurance scope were collected, collated and validated by the Company for inclusion in the Statement based on the Guidance Note on Audit Reports and Certificates for Special Purposes and Standards on Auditing issued by the Institute of Chartered Accountants of India ("ICAI").

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

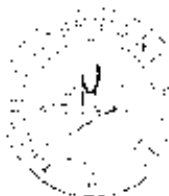
Criteria

We refer to the Agreement mentioned aforesaid, wherein it was agreed that the Company shall maintain at all times and from time to time an asset coverage as defined in the aforesaid Agreement of at least 1.33 times the total outstanding Secured Borrowings including accrued interest thereon of the Company, excluding the "excluded assets" referred to in the aforesaid Agreement.

The criteria, against which the information contained in the Statement is evaluated, are the unaudited financial statements and other related records of the Company for the year ended on March 31, 2016.

Conclusion

Based on the limited assurance work that we performed as aforesaid and according to the information and explanations given to us, nothing has come to our attention which causes us to believe that the information presented in the Statement contains any material misstatement. The asset coverage ratio as at March 31, 2016, in accordance with Criteria mentioned above, as determined in the attached Statement, read together with and subject to the notes thereon is 1.77 times the total outstanding Secured Borrowings including accrued interest thereon of the Company.



**Deloitte
Haskins & Sells LLP**

Restriction on Distribution

The above certificate is issued at the request of the Company for submission to the Senior Lenders and the Debenture Trustee and shall not be used for any other purpose without our prior written consent.

For Deloitte Haskins & Sells LLP
Chartered Accountants
CMA Regn. No. 117,652/W/2010-11

Kalpoth J. Mahajan

Kalpoth J. Mahajan
Partner
Membership No. 117,652

MUMBAI, April 30, 2016
KJM/NDU

IL&FS Financial Services Limited		
Statement of Computation of Asset Coverage Ratio as at March 31, 2016		
Rupees in Million		
ASSETS	Amount	Amount
Intangible Assets		
- Assets Government Loans	8.02	
- Premises	6.76	14.78
Non-current Investments		50,113.12
Loans and Advances (Long Term and Short Term)		118,119.95
Other Current and Non-Current Assets		28,295.43
		163,725.00
SECURED LOANS OUTSTANDING		
Secured Loans from Banks Current and Non-Current		
Axis Bank	8,140.56	
Citibank India	7,500.00	
Canara Bank	6,100.00	
CAT Bank Ltd	5,100.00	
State Bank of India	4,900.00	
Central Bank of India	4,000.00	
ICICI Bank	4,000.00	
and others	3,250.00	
SBI Leasing Co.	3,000.00	
Central Bank of India	2,000.00	
COO Bank	2,000.00	
and others	1,300.00	
Andhra State	2,750.00	
Andhra State Ltd	2,000.00	
State Bank of Karnataka	2,000.00	
State Bank of Hyderabad	1,850.00	
State Bank of India	1,350.00	
State Bank of New Zealand (Branch - Mumbai)	1,250.00	
State Bank of India (Bank Ltd)	1,000.00	
State Bank of New South Wales	1,000.00	
State Bank of South India Bank Ltd	750.00	
State Bank of Patiala	712.00	
State Bank of India Bank Ltd	500.00	
State Bank of Mysore	400.00	
State Bank of Bikaner & Jaipur	300.00	
State Bank of India Bank Ltd	200.00	
State Bank of India	150.00	
State Bank of India Ltd	100.00	
		66,140.77
Secured Loans from Banks		14,250.00
Interest accrued but not due on Secured Loans and Debentures		807.23
		92,014.21
Asset Coverage Ratio		1.32

Chartered Accountants
 BLOKHE HASANWADI & CO. CHARTERED ACCOUNTANTS
 Mumbai
 Interest accrued but not due on Secured Loans and Debentures

IL&FS FINANCIAL SERVICES LIMITED
 MUMBAI

- 5.22. Secured Loans from banks showing the details of certain Loans aggregating Rs. 4,00,00,000 whose security creation process is pending.
- Fixed Deposits and Loans and Advances and other provisions write off made for non performing assets and standard/restructured assets as per RBI guidelines and accelerated provisions write off made in accordance with the policy as determined by the Management.
 - Provision for Minority holding is kept up to Rs. 1,50,00,00,000 with the objective to cater adverse events that may affect the quality of the Company's Assets, and it is therefore not been deducted from the value of assets.
- Company has created provision for provision against standard assets aggregating Rs. 50,00,00,000 per Reserve Bank of India Circular DMRB/23/01 No.207-03/02 dated 20/01/2002 issued on January 17, 2002. Since it is a contingent provision, it has not been deducted from the value of assets.
- Company has created provision for secured securities in restructured loans aggregating Rs. 14,50,00,000 as per Reserve Bank of India Circular No. DMRB/11 No. 2/06 issued on March 25, 2006 and Circular No. DMRB/10 No. 277-03/05/2006 issued on January 25, 2006. Since it is a contingent provision, it has not been deducted from the value of assets.
- Collateral Management has not made any specific losses account created against specific issues. Investments in Government Securities which are excluded assets for the asset-liability computation.
- Government investments and Long Term Loans and Advances also include Current Maturity of Non Current Investments and Current Maturities of Long Term Loans & Advances.
- Excluded Assets that are not considered for the purpose of calculating the asset coverage ratio includes residential & commercial immovable properties owned/tenanted by the Company, including the movable assets within the property, trading stocks, gilt securities and equity investments where the Company has given non disposal and drawing capacity investments in affiliate/subsidiary companies. Additionally the Company has excluded the following assets since change in the assets cannot be created.

- a. Capital Assets
- b. Debtors
- c. Advances by central bank/Debit
- d. Provision reserve

For IL&FS FINANCIAL SERVICES LIMITED

(Handwritten Signature)
 Authorised Signatory

Place : Mumbai

Date : Apr 30, 2016

