



HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED

www.hdfc.com

Ref. No. SE/ 2016-17/113

July 27, 2016

BSE Limited  
P. J. Towers,  
Dalal Street,  
Mumbai 400 001.

National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> Flr, Plot No. C/1,  
Bandra-Kurla Complex, Bandra (East)  
Mumbai 400 051.

Kind Attn: – Sr. General Manager  
DCS - Listing Department

Kind Attn: Head - Listing

Dear Sirs,

**Sub: Outcome of Board Meeting.**

We wish to inform you that at the meeting of the Board of Directors held today i.e. on July 27, 2016, the Board has approved the un-audited financial results [standalone] of the Corporation and the un-audited consolidated financial results for the quarter ended June 30, 2016, which have been subjected to limited review by the Statutory Auditors of the Corporation, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

A copy of the said results along with the limited review reports issued by the Statutory Auditors of the Corporation is enclosed herewith and the same are being uploaded on the website of the Corporation i.e. [www.hdfc.com](http://www.hdfc.com). The quarterly results would also be published in the newspapers, in the format prescribed under Regulation 47 of the Listing Regulations.

We further wish to inform you that the Board has also granted its approval for issuance of Secured Redeemable Non-convertible Debentures (NCD) aggregating to ₹ 35,000 crore on a private placement basis under a Shelf Disclosure Document, in terms of the SEBI (Issue and Listing of Debt Securities) Regulations, 2008.

Please note that in terms of the HDFC Share Dealing Code and the SEBI (Prohibition of Insider Trading) Regulations, 2015, the window for trading in the Securities of the Corporation for all the employees and directors of the Corporation will open from July 30, 2016.

You are requested to take note of the above and arrange to bring this to the notice of all concerned.

Thanking you,

Yours faithfully,  
For Housing Development Finance Corporation Ltd.

  
Ajay Agarwal  
Company Secretary

Encl: a/a

Copy to: London Stock Exchange  
10, Patemoster Square,

Regd. Office: 10, Patemoster Square, H T Parekh Marg, 169, Backbay Reclamation, Churchgate, Mumbai 400 020.  
Tel: 61766000, 61766100. Fax: 022 - 22811205. Corporate Identity Number: L70100MH1977PLC019916

## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED** (the "Corporation") for the Quarter ended 30<sup>th</sup> June 2016 (the "Statement"), being submitted by the Corporation pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Corporation's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), 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 issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Corporation personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



**Sanjiv V. Pilgaonkar**  
Partner  
(Membership No. 39826)

MUMBAI, July 27, 2016



With you, right through

## UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

### PART I – STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

PARTICULARS	Quarter ended 30.6.2016	Quarter ended 31.3.2016	Quarter ended 30.6.2015	Year ended 31.3.2016
	(Reviewed)			(Audited)
	₹ in Crore			
<b>1. Income :</b>				
- Income from Operations	7,460.66	7,690.67	6,995.52	29,257.31
- Profit on Sale of Investments (Note 2)	921.61	1,519.86	23.03	1,647.81
<b>Total Income</b>	<b>8,382.27</b>	<b>9,210.53</b>	<b>7,018.55</b>	<b>30,905.12</b>
<b>2. Expenses :</b>				
- Finance Cost	5,126.16	4,869.87	4,824.51	19,374.51
- Employee benefits expense	106.22	83.44	93.40	349.09
- Provision for Contingencies (Note 3)	340.00	545.00	50.00	715.00
- Other Expenses	107.11	71.68	96.09	355.59
- Depreciation and Amortisation expense	14.11	13.68	13.39	54.28
<b>Total Expenses</b>	<b>5,693.60</b>	<b>5,583.67</b>	<b>5,077.39</b>	<b>20,848.47</b>
<b>3. Profit before Other Income (1-2)</b>	<b>2,688.67</b>	<b>3,626.86</b>	<b>1,941.16</b>	<b>10,056.65</b>
4. Other Income	11.06	15.19	10.82	51.45
<b>5. Profit Before Tax (3+4)</b>	<b>2,699.73</b>	<b>3,642.05</b>	<b>1,951.98</b>	<b>10,108.10</b>
6. Tax Expense	829.00	1,035.00	591.00	3,015.00
<b>7. Net Profit After Tax (5-6)</b>	<b>1,870.73</b>	<b>2,607.05</b>	<b>1,360.98</b>	<b>7,093.10</b>

Earnings per Share - (₹) #				
- Basic	11.79	16.15	8.64	44.43
- Diluted	11.72	16.06	8.56	44.10
Paid-up Equity Share Capital (Face value ₹ 2)	316.40	315.97	315.20	315.97
Reserves excluding Revaluation Reserves as at March 31, 2016				33,753.99

# Not Annualised for the quarters

Contd ...two

**Housing Development Finance Corporation Limited**



With you, right through

**Notes :**

- 1) As at June 30, 2016, the loan book stood at ₹ 2,65,731 crore as against ₹ 2,31,224 crore in the Previous Year. This is after considering the loans sold during the preceding 12 months amounting to ₹ 14,011 crore. During the quarter, the Corporation sold loans amounting to ₹ 5,108 crore, of which, ₹ 3,296 crore was sold to HDFC Bank and the balance to other banks.
- 2) During the quarter ended June 30, 2016, the Corporation has sold 12,33,57,262 equity shares of ₹ 10/- each of HDFC ERGO General Insurance Company Ltd to Ergo International AG, resulting in a pre tax gain of ₹ 921.61 crore.
- 3) Provision for contingencies includes an additional one time provision made during the quarter ended June 30, 2016 of ₹ 275 crore towards standard assets and other contingencies.
- 4) Consequent to the Guidance Note on Accounting for Derivative Contracts (the "GN") issued by the Institute of Chartered Accountants of India, becoming effective from April 1, 2016, the Corporation has changed its accounting policy relating to derivative contracts.

On and from that date, all derivative contracts are recognised on the balance sheet and measured at fair value. The fair value changes are recognised in the Statement of Profit and Loss unless hedge accounting is used. Where hedge accounting is used, fair value changes of the derivative contracts are recognised through the Statement of Profit and Loss in the same period as the offsetting losses and gains on the hedged item. The long term monetary items other than derivatives continue to be amortised, through the Statement of Profit and Loss over the balance period of such long term asset or liability.

As a result of the change, in accordance with the transitional provisions of the GN, the Corporation has debited an amount of ₹ 369.01 crore on account of the cumulative impact of all derivatives contracts outstanding as of March 31, 2016, to the opening reserves. There is no material impact on the results of the Corporation for the quarter ended June 30, 2016.

Contd ...three



With you, right through

- 5) The Board of Directors of the Corporation at its meeting held on July 27, 2016, subject to regulatory and other approvals as applicable, approved the composite scheme of amalgamation, for the merger of 5 wholly owned subsidiaries of the Corporation viz., Grandeur Properties Private Limited, Winchester Properties Private Limited, Windermere Properties Private Limited, Pentagram Properties Private Limited and Haddock Properties Private Limited, with the Corporation. This is being done for administrative convenience and has no material impact on the financials of the Corporation.
- 6) During the quarter ended June 30, 2016, the Corporation has allotted 22,05,700 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees / directors.
- 7) The Corporation's main business is financing by way of loans for the purchase or construction of residential houses, commercial real estate and certain other purposes, in India. All other activities of the Corporation revolve around the main business. As such, there are no separate reportable segments, as per the Accounting Standard on 'Segment Reporting' (AS 17), specified under section 133 of the Companies Act, 2013.
- 8) Figures for the previous period / year have been regrouped wherever necessary, in order to make them comparable.

**The above results were reviewed and recommended by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on July 27, 2016.**

**Keki M Mistry**

**Vice Chairman & CEO**

Place: Mumbai

Date: July 27, 2016

## INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF CONSOLIDATED INTERIM FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED** (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group"), and its share of the profit of its associates for the Quarter ended 30<sup>th</sup> June 2016 (the "Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), 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 issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Holding Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the following entities:

**Subsidiaries:** HDFC Developers Limited, HDFC Realty Limited, HDFC Holdings Limited, HDFC ERGO General Insurance Company Limited, HDFC Trustee Company Limited, HDFC Sales Private Limited, HDFC Standard Life Insurance Company Limited, HDFC Property Ventures Limited, HDFC Venture Capital Limited, Credila Financial Services Private Limited, HDFC Ventures Trustee Company Limited, Griha Pte. Limited, GRUH Finance Limited, HDFC Pension Management Company Limited, Griha Investments, HDFC Education and Development Services Private Limited, HDFC International Life and Re Company Limited, Windermere Properties Private Limited, Winchester Properties Private Limited, HDFC Investments Limited, Grandeur Properties Private Limited, HDFC Asset Management Company Limited, Pentagram Properties Private Limited, HDFC Capital Advisors Limited, Haddock Properties Private Limited, HDFC Investment Trust and HDFC Investment Trust – II.

**Associates:** HDFC Bank Limited Group and India Value Fund Advisors Private Limited.

4. (a) We did not review the interim financial results of ten subsidiaries included in the Statement, whose interim financial results reflect total revenues of ₹ 4,535.08 crore for the Quarter ended 30<sup>th</sup> June 2016, and total profit after tax of ₹ 435.78 crore for the Quarter ended 30<sup>th</sup> June 2016, as considered in the Statement. These interim financial

results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

- (b) Claims paid pertaining to Insurance Business includes charge for actuarial valuation of liabilities for life policies in force and for the policies in respect of which premium has been discontinued but liability exists as at reporting date, in respect of one subsidiary and the estimate of claims Incurred But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER), in respect of another subsidiary. This charge has been determined based on the liabilities duly certified by the subsidiaries' appointed actuaries, and in their respective opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ("IRDA") and the Institute of Actuaries of India in concurrence with the IRDA. The respective auditors of these subsidiaries have relied on the appointed actuaries' certificates in this regard in forming their conclusion on the financial results of the said subsidiaries.
- (c) The Statement includes the interim financial results of one branch and two subsidiaries which have not been reviewed/audited by their auditors, whose interim financial results reflect total revenue of ₹ 0.99 crore for the Quarter ended 30<sup>th</sup> June 2016 and total loss after tax of ₹ 2.18 crore for the Quarter ended 30<sup>th</sup> June 2016, as considered in the Statement. The Statement also includes the Group's share of profit after tax of ₹ 37.70 crore for the Quarter ended 30<sup>th</sup> June 2016 as considered in the consolidated financial results, in respect of one associate and components of an associate (i.e. two subsidiaries and 2 associate companies of the associate), based on their interim financial statements/information/results which have not been reviewed/audited by their auditors.

Our conclusion on the Statement is not modified in respect of the above matters.

5. Based on our review conducted as stated above, and based on the consideration of the reports of the other auditors referred to, and read with other comments para 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



**Sanjiv V. Pilgaonkar**  
Partner  
(Membership No. 39826)

MUMBAI, July 27, 2016



With you, right through

## UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

PART I – STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016				
PARTICULARS	Quarter ended 30.6.2016	Quarter ended 31.3.2016	Quarter ended 30.6.2015	Year ended 31.3.2016
	(Reviewed)			(Audited)
	₹ in crore			
<b>1. Income :</b>				
- Income from Operations	8,311.24	8,389.41	7,735.52	31,873.34
- Premium Income from Insurance business	3,635.72	6,578.03	3,163.11	17,876.25
- Other Operating Income from Insurance business	702.51	568.99	469.61	1,856.81
- Profit on Sale of Investments	867.52	1,475.57	29.05	1,616.53
<b>Total Income</b>	<b>13,516.99</b>	<b>17,012.00</b>	<b>11,397.29</b>	<b>53,222.93</b>
<b>2. Expenses :</b>				
- Finance Cost	5,385.35	5,022.57	5,034.97	20,295.60
- Employee benefits expense	227.68	200.57	193.72	788.14
- Claims paid pertaining to Insurance Business	2,729.93	2,885.89	2,177.72	9,486.04
- Commission and Operating Expenses pertaining to Insurance Business	568.56	960.94	417.96	2,524.69
- Other expenses and appropriations pertaining to Insurance Business	764.51	2,921.65	808.99	6,682.58
- Provision for Contingencies	350.36	521.43	59.68	732.90
- Other expenses	280.74	281.21	236.85	1,013.67
- Depreciation and Amortisation expense	26.84	64.88	18.24	120.52
<b>Total Expenses</b>	<b>10,333.97</b>	<b>12,859.14</b>	<b>8,948.13</b>	<b>41,644.14</b>
<b>3. Profit before Other Income (1-2)</b>	<b>3,183.02</b>	<b>4,152.86</b>	<b>2,449.16</b>	<b>11,578.79</b>
4. Other Income	14.49	15.21	4.42	34.18
<b>5. Profit Before Tax (3+4)</b>	<b>3,197.51</b>	<b>4,168.07</b>	<b>2,453.58</b>	<b>11,612.97</b>
6. Tax Expense	946.34	1,287.70	714.44	3,639.34
<b>7. Net Profit (before profit of Associates and adjustment for minority interest) (5-6)</b>	<b>2,251.17</b>	<b>2,880.37</b>	<b>1,739.14</b>	<b>7,973.63</b>
8. Net share of profit of Associates (Equity Method)	722.53	743.66	602.75	2,744.62
9. Minority Interest	(176.78)	(163.57)	(137.60)	(527.99)
<b>10. Net Profit after taxes, minority interest and share of profit / (loss) of associates (7+8+9)</b>	<b>2,796.92</b>	<b>3,460.46</b>	<b>2,204.29</b>	<b>10,190.26</b>

  

Earnings per Share - (₹) #				
- Basic	17.65	21.55	13.99	64.07
- Diluted	17.54	21.45	13.86	63.59
Paid-up Equity Share Capital (Face value ₹ 2)	316.40	315.97	315.20	315.97
Reserves excluding Revaluation Reserves as at March 31, 2016				50,502.76

# Not Annualised for the quarters

Cont'd ... two

**Housing Development Finance Corporation Limited**

**Notes:**

- 1) The disclosure in terms of Accounting Standard 17 on 'Segment Reporting' as specified under Section 133 of the Companies Act, 2013 :

PARTICULARS	Quarter ended	Quarter ended	Quarter ended	Year ended
	30.6.2016	31.3.2016	30.6.2015	31.3.2016
	(Reviewed)			(Audited)
	₹ in crore			
<b>Segment Revenues</b>				
- Loans	8,828.84	9,555.83	7,390.31	32,217.55
- Life Insurance	3,846.93	6,654.42	3,220.37	17,953.52
- General Insurance	559.34	573.55	481.60	2,069.46
- Asset Management	369.05	557.13	349.99	1,602.56
- Others	83.06	132.66	64.67	327.57
<b>Total Segment Revenues</b>	<b>13,687.22</b>	<b>17,473.59</b>	<b>11,506.94</b>	<b>54,170.66</b>
Add : Unallocated Revenues	7.71	39.06	4.62	57.87
Less: Inter-segment Adjustments	(163.45)	(485.44)	(109.85)	(971.42)
<b>Total Revenues</b>	<b>13,531.48</b>	<b>17,027.21</b>	<b>11,401.71</b>	<b>53,257.11</b>
<b>Segment Results</b>				
- Loans	2,813.40	3,784.54	2,042.65	10,223.70
- Life Insurance	251.10	350.89	253.49	1,007.92
- General Insurance	53.01	69.18	34.99	202.81
- Asset Management	177.51	236.17	173.89	735.75
- Others	(7.51)	(29.52)	4.16	(33.82)
<b>Total Segment Results</b>	<b>3,287.51</b>	<b>4,411.26</b>	<b>2,509.18</b>	<b>12,136.36</b>
Add / (Less) : Unallocated	7.71	39.06	4.47	57.85
Less: Inter-segment Adjustments	(97.71)	(282.25)	(60.07)	(581.24)
<b>Profit before Tax</b>	<b>3,197.51</b>	<b>4,168.07</b>	<b>2,453.58</b>	<b>11,612.97</b>
<b>Segment Assets</b>				
- Loans	3,03,360.14	2,91,072.75	2,57,092.70	2,91,072.75
- Life Insurance	79,273.87	76,080.32	69,843.88	76,080.32
- General Insurance	4,912.04	4,775.55	4,401.11	4,775.55
- Asset Management	1,044.60	1,101.37	1,055.12	1,101.37
- Others	400.92	415.13	274.05	415.13
<b>Total Segment Assets</b>	<b>3,88,991.57</b>	<b>3,73,445.12</b>	<b>3,32,666.86</b>	<b>3,73,445.12</b>
<b>Unallocated:</b>				
Banking	21,147.86	20,365.62	18,207.87	20,365.62
Others	4,103.26	3,869.75	3,567.63	3,869.75
<b>Total Assets</b>	<b>4,14,242.69</b>	<b>3,97,680.49</b>	<b>3,54,442.36</b>	<b>3,97,680.49</b>
<b>Segment Liabilities</b>				
- Loans	2,76,064.30	2,65,869.72	2,34,429.47	2,65,869.72
- Life Insurance	76,070.63	73,114.24	67,237.28	73,114.24
- General Insurance	3,797.05	3,693.01	3,362.00	3,693.01
- Asset Management	257.71	391.12	107.37	391.12
- Others	434.13	443.11	55.43	443.11
<b>Total Segment Liabilities</b>	<b>3,56,623.82</b>	<b>3,43,511.20</b>	<b>3,05,191.55</b>	<b>3,43,511.20</b>
<b>Unallocated:</b>				
Banking	-	-	-	-
Others	1,338.30	942.64	460.92	942.64
<b>Total Liabilities</b>	<b>3,57,962.12</b>	<b>3,44,453.84</b>	<b>3,05,652.47</b>	<b>3,44,453.84</b>
<b>Capital Employed</b>				
- Loans	27,295.84	25,203.03	22,663.23	25,203.03
- Life Insurance	3,203.24	2,966.08	2,606.60	2,966.08
- General Insurance	1,114.99	1,082.54	1,039.11	1,082.54
- Asset Management	786.89	710.25	947.75	710.25
- Others	(33.21)	(27.98)	218.62	(27.98)
<b>Total Segment Capital Employed</b>	<b>32,367.75</b>	<b>29,933.92</b>	<b>27,475.31</b>	<b>29,933.92</b>
<b>Unallocated:</b>				
Banking	21,147.86	20,365.62	18,207.87	20,365.62
Others	2,764.96	2,927.11	3,106.71	2,927.11
<b>Total</b>	<b>56,280.57</b>	<b>53,226.65</b>	<b>48,789.89</b>	<b>53,226.65</b>

- a) Loans segment mainly comprises of Group's financing activities for housing and also includes financing of commercial real estate and others through the Corporation, its subsidiaries GRUH Finance Ltd. and Credila Financial Services Pvt. Ltd.  
b) Asset Management segment includes portfolio management, mutual fund and property investment management.  
c) Others include project management, investment consultancy and property related services.  
d) The Group does not have any material operations outside India and hence disclosure of geographic segments is not given.

Cont'd ... three

- 2) The key data relating to standalone results of Housing Development Finance Corporation Limited is as under:

PARTICULARS	Quarter ended 30.6.2016	Quarter ended 31.3.2016	Quarter ended 30.6.2015	Year ended 31.3.2016
	(Reviewed)			(Audited)
₹ in crore				
Total Income	<b>8,393.33</b>	9,225.72	7,029.37	<b>30,956.57</b>
Profit Before Tax	<b>2,699.73</b>	3,642.05	1,951.98	<b>10,108.10</b>
Tax Expense	<b>829.00</b>	1,035.00	591.00	<b>3,015.00</b>
Net Profit After Tax	<b>1,870.73</b>	2,607.05	1,360.98	<b>7,093.10</b>
Earnings per Share (₹) #				
- Basic (₹)	<b>11.79</b>	16.15	8.64	<b>44.43</b>
- Diluted (₹)	<b>11.72</b>	16.06	8.56	<b>44.10</b>
Equity Share Capital	<b>316.40</b>	315.97	315.20	<b>315.97</b>
Reserves				<b>33,753.99</b>

# Not Annualised for the quarters

- 3) During the quarter ended June 30, 2016, the Corporation has allotted 22,05,700 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees / directors.
- 4) During the quarter ended June 30, 2016, the Corporation has sold 12,33,57,262 equity shares of ₹ 10/- each of HDFC ERGO General Insurance Company Ltd to Ergo International AG, resulting in a pre tax gain of ₹ 871.35 crore.
- 5) Provision for contingencies includes an additional one time provision made during the quarter ended June 30, 2016 of ₹ 275 crore towards standard assets and other contingencies.
- 6) Consequent to the Guidance Note on Accounting for Derivative Contracts (the "GN") issued by the Institute of Chartered Accountants of India, becoming effective from April 1, 2016, the Corporation has changed its accounting policy relating to derivative contracts.

On and from that date, all derivative contracts are recognised on the balance sheet and measured at fair value. The fair value changes are recognised in the Statement of Profit and Loss unless hedge accounting is used. Where hedge accounting is used, fair value changes of the derivative contracts are recognised through the Statement of Profit and Loss in the same period as the offsetting losses and gains on the hedged item. The long term monetary items other than derivatives continue to be amortised, through the Statement of Profit and Loss over the balance period of such long term asset or liability.

As a result of the change, in accordance with the transitional provisions of the GN, the Corporation has debited an amount of ₹ 369.01 crore on account of the cumulative impact of all derivatives contracts outstanding as at March 31, 2016, to the opening reserves. There is no material impact on the results of the Corporation for the quarter ended June 30, 2016

Cont'd ... four



With you, right through

- 7) The Board of Directors of the Corporation at its meeting held on July 27, 2016, subject to regulatory and other approvals as applicable, approved the composite scheme of amalgamation, for the merger of 5 wholly owned subsidiaries of the Corporation viz., Grandeur Properties Private Limited, Winchester Properties Private Limited, Windermere Properties Private Limited, Pentagram Properties Private Limited and Haddock Properties Private Limited, with the Corporation. This is being done for administrative convenience and has no material impact on the financials of the Corporation.
- 8) The standalone financial results are available on the Corporation's website ([www.hdfc.com](http://www.hdfc.com)) and on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).
- 9) Figures for the previous period / year have been regrouped wherever necessary, in order to make them comparable.

The above results were reviewed and recommended by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on July 27, 2016.

**Keki M Mistry**  
Vice Chairman & CEO

Place: Mumbai  
Date: July 27, 2016