

**Limited Review Report on unaudited standalone financial results of India Infrastructure Finance Company Limited for the quarter ended 30th June 2023 pursuant to Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To the Board of Directors of India Infrastructure Finance Company Limited.

1. We have reviewed the accompanying statement of unaudited standalone financial results of India Infrastructure Finance Company Limited (the 'Company') for the quarter ended 30 June 2023. ("the Statement")
2. This statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulation'). Our responsibility is to issue a report on the Statement based on our review.
3. 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 ensure moderate assurance as to whether the statement is free of material statement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. The company has not computed Fair market value of its investment in foreign subsidiary "India Infrastructure Finance Company (UK) Limited" as per IND AS 113 "Fair Value Measurement" as on 30 June 2023. We believe that if the impairment loss after considering fair valuation should have been booked, it would have resulted in lowering the profit after tax and reduction in the value of the investment in subsidiary as on 30<sup>th</sup> June 2023. In the absence of fair valuation report impact of the aforesaid qualification is not ascertainable.  
Our audit report for the year ended 31 March 2023 was also qualified with respect to this matter.
5. The company has disclosed Loan assets in the statement at gross value without netting off the provision for impairment, which is not in agreement with Schedule III Our conclusion is not modified in respect of this matter.
6. We draw attention to note 5 of the statement that explains the pending reconciliation that has arisen due to a technical glitch in ERP / SAP, the management is in the process of resolving the same. Financial impact (if any) of the aforesaid pending reconciliation can be determined only post reconciliation. In the opinion of the management, the impact, if any, will not be material consequent to such reconciliation. Our conclusion is not modified in respect of this matter.



7. Based on our review conducted as stated above (except as stated in point 4), nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Accounting Standards and other recognised accounting practices and policies has not disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi  
Date 04.08.2023

For Agarwal & Saxena  
Chartered Accountants  
FRN: 002405C



Akshay Sethi  
Partner  
M. No. 539439  
UDIN: 22539439 B9L1QFJ  
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**INDIA INFRASTRUCTURE FINANCE COMPANY LIMITED (IIFCL)**  
**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> JUNE 2023**  
CIN No. U67190DL2006GOI144520

(₹ In lacs)

S.No.	PARTICULARS	Quarter Ended			Year Ended
		30-06-2023 (Unaudited)	31-03-2023 (Audited)	30-06-2022 (Unaudited)	31-03-2023 (Audited)
	<b>Revenue from Operations</b>				
(a)	Interest Income	112,544.71	104,756.43	98,938.40	403,135.80
(b)	Fees and Commission Income	2,556.54	1,606.11	941.64	4,355.96
<b>I</b>	<b>Total Revenue from Operations (a+b)</b>	<b>115,103.25</b>	<b>106,362.54</b>	<b>99,880.04</b>	<b>407,491.76</b>
<b>II</b>	<b>Other Income</b>	<b>31,909.31</b>	<b>29,018.16</b>	<b>16,208.10</b>	<b>57,767.05</b>
<b>III</b>	<b>Total Income (I+II)</b>	<b>147,012.56</b>	<b>135,380.70</b>	<b>116,088.14</b>	<b>465,258.81</b>
<b>IV</b>	<b>EXPENSES</b>				
(a)	Finance Cost	75,626.75	73,051.50	68,586.65	269,577.03
(b)	Fees and Commission Expense	1,291.01	1,234.50	1,236.53	4,968.82
(c)	Net Loss on Fair Value changes	(460.51)	2,070.81	149.90	2,297.50
(d)	Impairment on Financial Instruments	(19,769.91)	(53,261.66)	6,981.12	(81,941.02)
(e)	Employee Benefit Expense	1,202.93	1,322.57	1,668.97	5,031.61
(f)	Depreciation, Amortization & Impairment	274.81	295.31	293.12	1,185.46
(g)	Corporate Social Responsibilities	0.12	410.15	-	410.15
(h)	Other Expenses	12,110.93	59,988.07	1,023.25	136,049.91
	<b>Total Expenses IV</b>	<b>70,276.13</b>	<b>85,111.25</b>	<b>79,939.54</b>	<b>337,579.46</b>
<b>V</b>	<b>PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX (III-IV)</b>	<b>76,736.43</b>	<b>50,269.45</b>	<b>36,148.60</b>	<b>127,679.35</b>
<b>VI</b>	<b>Exceptional Items</b>				
<b>VII</b>	<b>Profit/ (Loss) Before Tax (V-VI)</b>	<b>76,736.43</b>	<b>50,269.45</b>	<b>36,148.60</b>	<b>127,679.35</b>
	<b>Tax Expense:</b>				
(i)	Current Tax	(16,490.12)	1,362.96	(10,599.70)	(11,708.55)
(ii)	Tax Adjustment for Earlier Years	-	-	-	(54.68)
(iii)	Deferred Tax	(2,851.73)	(5,098.76)	1,226.44	(8,356.60)
<b>VIII</b>	<b>Total Tax Expenses IX ( i+ii +iii)</b>	<b>(19,341.85)</b>	<b>(3,735.80)</b>	<b>(9,373.26)</b>	<b>(20,119.83)</b>
<b>IX</b>	<b>Profit/ (Loss) for the Year from continuing operations (VII-VIII)</b>	<b>57,394.58</b>	<b>46,533.65</b>	<b>26,775.34</b>	<b>107,559.52</b>
	Profit/(loss) from discontinued operations	-	-	-	-
	Tax Expense of discontinued operations	-	-	-	-
<b>X</b>	<b>Profit/(loss) from discontinued operations(After tax)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XI</b>	<b>Profit/ (Loss) from continuing and discontinuing operations (IX + X)</b>	<b>57,394.58</b>	<b>46,533.65</b>	<b>26,775.34</b>	<b>107,559.52</b>
<b>A</b>	<b>Items that will not be reclassified to Profit and Loss</b>				
(i)	Remesurement of gains/(loss)defined benefit Obligation	(293.05)	64.22	147.43	71.33
(ii)	Income Tax relating to remesurement of defined benefit Obligation	73.76	(16.16)	(37.11)	(17.95)
<b>XII</b>	<b>Other Comprehensive Income/(Expense) (A)</b>	<b>(219.29)</b>	<b>48.06</b>	<b>110.32</b>	<b>53.38</b>
<b>XIII</b>	<b>Total Comprehensive Income/(Loss) for the Year (XI+XII)</b>	<b>57,175.29</b>	<b>46,581.71</b>	<b>26,885.66</b>	<b>107,612.90</b>
<b>XIV</b>	<b>Basic and Diluted Earning Per Share ( Face Value of ₹ 10 each)</b>				
1.	For continuing operations (in ₹)	0.57*	0.47*	0.27*	1.08
2.	For discontinued operations (in ₹)	-	-	-	-
3.	For continuing and discontinued Operations (in ₹)	0.57*	0.47*	0.27*	1.08

\* Not Annualised

For and on behalf of Board of Directors of  
India Infrastructure Finance Company Limited

Place: New Delhi  
Dated: 04.08.2023

  
PR Jaishankar  
Managing Director  
DIN No.: 6711526



**Notes:**

1. The above results have been reviewed by the Audit Committee at their Meeting held on 4<sup>th</sup> August 2023 and approved by the Board of Directors of the company at their Meeting held on 4<sup>th</sup> August 2023. The results for the quarter ended 30<sup>th</sup> June 2023 are reviewed by the Statutory Auditors of IIFCL.
2. The above results are an extract of the detailed format of quarterly/ annual financial results filed with the Stock Exchange under Regulation 52 of the SEBI (Listing and Other Disclosures Requirements) Regulations, 2015. The full format of the quarterly/ annual financial results are available on the websites of the company (www.iifcl.in) and Stock Exchanges (BSE and NSE)
3. Information on Investor's complaints pursuant to Listing Agreement for the quarter ended 30<sup>th</sup> June 2023.

	Opening	Additions	Disposals	Closing Balance
No. of complaints	0	116	116	0

4. In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated 27th May 2016, it may be noted that the Statutory Auditors in the Audit Report for year ended 31<sup>st</sup> March 2023 gave following observations and management reply is as under:

a) Investment in India Infrastructure Finance Company (UK) Limited, a subsidiary Company, has been valued by the Company at carrying cost i.e., Rs. 61,180.95 lacs. As perused from the financial statements of the Subsidiary Company, net worth of the Subsidiary Company in UK has been completely eroded. As explained to us, financial statements of the Subsidiary Company have been prepared under Indian Accounting Standard (Ind AS) and huge provisions have been created under Expected Credit Loss Model. In the opinion of the Management, the financial statements of the subsidiary Company in UK are prepared on going concern basis and as explained to us, assessment of the fair value of the Investment in the subsidiary company in UK cannot be ascertained. Therefore, in absence of the fair valuation of the Investment in the Subsidiary Company i.e., IIFC UK, we are unable to offer any comment upon the impact of the impairment, if any, on the Statement of Profit and Loss Account, the reserve and the Investment (Amount unascertained).

**Management Reply**

It is submitted that India Infrastructure Finance Company (UK) Limited (IIFC(UK)) do not have any regulatory requirement to maintain capital at a specified level. However IIFCL infused equity of USD 50 million in IIFC(UK) during FY 2008 to FY 2010. IIFC(UK) declared dividend of USD 30 million in FY2012-13 and USD 20 million in FY 2015-16 aggregating to USD 50 million. IIFCL had further infused equity share capital of USD 25 million in FY 2019-20 and subsequently USD 25 million in FY 2021-22 in IIFC (UK) Ltd.

Further, IIFCL undertook deep provisioning and cleaning of its loan book as a result of:

- Issuance of RBI circular dated 12th February 2018 (Resolution of Stressed Assets – Revised Framework) resulting in withdrawal of all scheme like Framework for Revitalizing Distressed Assets, CDR, Flexible Structuring of Existing Long Term Project Loans, SDR, Change in Ownership outside SDR, and S4A;
- Implementation of Insolvency and Bankruptcy Code resulting in NPA cases being mandatorily referred to NCLT for resolution in a time bound manner.

Similar deep provisioning and cleaning of the loan book was undertaken at IIFC(UK) in FY 2018-19 on the lines of IIFCL. This resulted in erosion of net worth of IIFC(UK)

IIFCL is intending to provide fresh capital to IIFC(UK) by way subscribing to equity capital of IIFC(UK) of upto USD 250 million over a period of 10 years out of which USD 50 million already subscribed during FY 2019-20 and FY 2021-22 as mentioned above.

Further, IIFC (UK) Ltd. has posted Profit after Tax (PAT) amounting USD 9.26 million, USD 4.99 million, USD 16.37 million and USD 22.39 million in FY 2019-20, FY 2020-21, FY 2021-22 and FY 2022-23 respectively. Further, the Net worth of IIFC(UK) Ltd. as on 31st March 2023 stands at USD 25 million.


IIFCL has not recognized erosion of Equity Share Capital held in IIFC(UK) Ltd. as loss, considering IIFC(UK) Ltd. as a going concern entity and loss incurred by company not being permanent.

5. The amount pending adjustment of ₹ 5081.19 lacs included in Loans is automated generated balance in routing ledgers in SAP system through which one transaction is routed from CLM module to FICO module of SAP. Though it is not an actual difference and being technical in nature, the transaction would be parked in respective ledgers based on resolution provided by SAP consultant. The amount is not material.

6. The Company's main business is to provide finance for Infrastructure Projects and the company does not have more than one reportable segment in terms of Indian Accounting Standard 108 issued by the Institute of Chartered Accountants of India.

7. Figures of the previous periods have been regrouped/rearranged wherever necessary, in order to make them comparable.

For and on behalf of Board of Directors of  
India Infrastructure Finance Company Limited



PR Jaishankar  
(Managing Director)  
DIN No.: 6711526

Place: New Delhi  
Dated: 04.08.2023



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## INDIA INFRASTRUCTURE FINANCE COMPANY LIMITED (IIFCL)

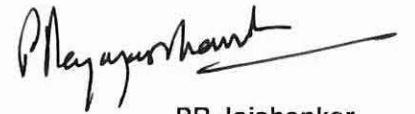
Disclosure in compliance with Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 for the Quarter ended 30<sup>th</sup> June 2023

S.No.	PARTICULARS	As at/ For the period ended 30th June 2023 (Unaudited)
(i)	Debt Equity Ratio (Times)	3.34
(ii)	Outstanding Redeemable Preference Shares	-
(iii)	Debenture Redemption Reserve ( ₹ in lacs)	98,087.76
(iv)	Net Worth ( ₹ in lacs)	1,338,977.17
(v)	Net profit after tax ( ₹ in lacs)	57,394.58
(vi)	Earnings per share (in ₹)*	0.57
(vii)	Total Debt to Total Assets (times)	0.72
(viii)	Operating Margin (%)	31.60%
(ix)	Net Profit Margin (%)	39.04%
(x)	Other Sector Specific Ratios:	
a)	Gross Credit Impaired Assets Ratio (%)	4.02%
b)	Net Credit Impaired Assets Ratio (%) (on Gross Advances)	1.00%
c)	Net Credit Impaired Assets Ratio (%) (on Net Advances)	1.03%
d)	CRAR (%)	27.75%

\* Not Annualised

Debt service coverage ratio, Interest service coverage ratio, Current ratio, Current Liability Ratio, Long term debt to working capital, Bad debts to Account receivable ratio, Debtors turnover, Inventory turnover ratio is not applicable to the IIFCL being a NBFC.

For and on behalf of Board of Directors of  
India Infrastructure Finance Company Limited



PR Jaishankar  
(Managing Director)

DIN No.: 6711526

Place: New Delhi

Dated: 04.08.2023

