

January 31, 2014

The Manager
The Listing Department
National Stock Exchange Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E),
Mumbai 400 051

NSE Symbol: IVC
ISIN Code : INE050B01023

Re : Press Release for the quarter and nine months ended
December 31, 2013

Dear Sir:

Enclosed herewith is the Press Release of the Company in connection with the Unaudited Financial Results for the quarter and nine months ended December 31, 2013, adopted at the Board Meeting held on January 31, 2014 and which will be released to the press

Kindly acknowledge receipt of the same

Thanking you,

Yours sincerely,



Sanjay Mitra
Company Secretary

Encl: as above

IL&FS Investment Managers Limited reports results for Q3 FY2014 results

- Consolidated Revenues at ₹ 54.0 Crore for Q3 FY2014, lower by 7% as compared to Q2 FY2014 which stood at ₹ 58.2 Crore
- Profit after Tax (PAT) at ₹ 18.7 Crore for Q3 FY2014, 4% lower as compared to Q2 FY2014 which stood at ₹ 19.4 Crore
- Consolidated EPS at ₹ 0.6 for Q3 FY2014

Mumbai, January 31, 2014: IL&FS Investment Managers Limited (BSE: 511208; NSE: IVC) today reported its results for first quarter ended December 31, 2013

For Quarter ending December 31, 2013

Consolidated revenue for Q3 FY2014 was lower by 7% at ₹ 54.0 Crores compared to ₹ 58.2 Crores for Q2 FY2014

Consolidated expenditure including interest, depreciation and amortisation for Q3 FY2014 was lower by 7% at ₹ 29.5 Crores as compared to ₹ 31.8 Crores for Q2 FY2014

Consolidated net profit after tax (PAT) for Q3 FY2014 was lower by 4% at ₹ 18.7 Crores as compared to ₹ 19.4 Crores for Q2 FY2014

Consolidated EPS for Q3 FY2014 stood at ₹ 0.60 compared to ₹ 0.62 for Q2 FY2014

Dr Archana Hingorani, Chief Executive Officer, IL&FS Investment Managers, said, "Whilst the economy shows signs of having bottomed out, the overhang of the weak investment environment continues unabated. There also continues to be ambiguity because of the impending elections and most investment decisions are in abeyance until clarity emerges. Despite this challenging conditions, the Companies performance matches up to expectations with profit patterns being maintained largely in line with the last fiscal"

INVESTMENTS

During the quarter, IIML recorded exits of ₹ 209 Crores in all the three verticals of growth private equity, infrastructure and real estate. The exits were effected inspite of a challenging operating environment and a shortened quarter due to the holiday season. The focus continues to be ensuring value accretive exits in a time bound manner



About IL&FS Investment Managers Limited

IL&FS Investment Managers Limited

IL&FS Investment Managers Limited (IIML) is India's first and only listed Private Equity firm. IIML has been a pioneer in managing and advising private equity investments, ranging from Real Estate, Infrastructure to sector agnostic Private Equity Funds. IIML has, to date, invested in over 160 investments and managed over 93 exits/liquidity events. IIML manages assets of around US\$ 3.2 bn across sectors and has delivered a gross internal rate of return of over 22% (in US\$ terms)

Some of the representative transactions of IL&FS Investment Managers Limited are Shoppers Stop, Noida Toll Bridge Company, Gujarat Pipavav Port, ibn18 Broadcast, Indraprastha Gas, Godrej Beverage & Foods, ABG Shipyard, Tejas Networks, Indiagames, Arch Pharmalabs, DQ Entertainment, Ramky Enviro Engineers, Ramky Infrastructure, Den Networks, Electrosteel Integrated, Noida Towers Private Limited and QVC Realty

IL&FS Investment Managers Limited is publicly traded on Bombay Stock Exchange (BSE Symbol: 511208) and the National Stock Exchange (NSE Symbol: IVC). More on www.iimlindia.com

SAFE HARBOUR

Certain statements included in this press release may constitute "forward-looking statements" in respect of the Company's operations, performance, prospects and/or financial condition. By their nature, forward looking statements involve a number of risks, uncertainties and assumptions and actual results or events may differ materially from those expressed or implied by those statements. Accordingly, no assurance can be given that any particular expectation will be met and reliance should not be placed on any forward-looking statement. Additionally, forward looking statements regarding past trends or activities should not be taken as a representation that such trends or activities will continue in the future. No responsibility or obligation is accepted to update or revise any forward looking statement resulting from new information, future events or otherwise. Nothing in this presentation should be construed as a profit forecast

This press release does not constitute or form part of any offer or invitation to sell, or any solicitation of any offer to purchase any shares in the Company, nor shall it or any part of it or the fact of its distribution form the basis of, or be relied on in connection with, any contract or commitment or investment decisions relating thereto, nor does it constitute a recommendation regarding the shares of the Company. Past performance cannot be relied upon as a guide to future performance. Information in this press release reflects the knowledge and information available at the time of its preparation

Investor Relations Contact :

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IL&FS Investment Managers Limited

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Bandra-Kurla Complex, Bandra (East), Mumbai 400 051

PART I

**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED
DECEMBER 31, 2013**

Particulars	₹ in lakhs					
	Quarter Ended 31.12.2013	Quarter Ended 30.09.2013	Quarter Ended 31.12.2012	Nine Months Ended 31.12.2013	Nine Months Ended 31.12.2012	Year Ended 31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1) Income from Operations						
(a) Income from Operations	5,122.55	5,225.18	5,427.89	15,388.59	16,303.35	21,610.98
(b) Other Operating Income	103.14	176.67	194.83	500.48	658.18	838.11
Total income from operations (net)	5,225.69	5,401.85	5,622.72	15,889.07	16,961.53	22,449.09
2) Expenses :						
(a) Employee benefits expense	1,516.64	1,596.62	1,419.91	4,634.20	4,240.50	5,494.65
(b) Depreciation/Amortisation expense	490.63	491.44	537.66	1,418.00	1,831.86	2,331.63
(c) Legal and Professional expense	372.83	415.15	405.27	1,078.98	1,071.33	1,410.00
(d) Sub-advisory Fees	91.88	132.65	260.65	429.47	968.68	1,176.87
(e) Other expense	470.69	515.24	338.32	1,461.82	1,496.92	1,895.15
Total Expenses	2,942.67	3,151.10	2,961.81	9,022.47	9,609.29	12,308.30
3) Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	2,283.02	2,250.75	2,660.91	6,866.60	7,352.24	10,140.79
4) Other Income	178.19	420.74	34.32	816.67	200.84	243.63
5) Profit from Ordinary Activities before Finance costs and Exceptional Items (3+4)	2,461.21	2,671.49	2,695.23	7,683.27	7,553.08	10,384.42
6) Finance costs	4.90	30.42	63.05	77.37	221.50	270.53
7) Profit from Ordinary Activities after Finance costs but before Exceptional Items (5-6)	2,456.31	2,641.07	2,632.18	7,605.90	7,331.58	10,113.89
8) Exceptional Items	-	-	-	-	-	-
9) Profit from Ordinary Activities before tax (7+8)	2,456.31	2,641.07	2,632.18	7,605.90	7,331.58	10,113.89
10) Tax expense	575.87	687.93	652.19	1,929.92	1,791.00	2,447.30
11) Net Profit from Ordinary Activities after tax (9-10)	1,880.44	1,953.14	1,979.99	5,675.98	5,540.58	7,666.59
12) Extraordinary Item (net of tax expense)	-	-	-	-	-	-
13) Net Profit for the period (11-12)	1,880.44	1,953.14	1,979.99	5,675.98	5,540.58	7,666.59
14) Share of profit/(loss) of associate	-	-	-	-	-	-
15) Minority Interest	10.44	10.18	6.46	28.07	19.51	3.65
16) Net Profit after taxes, minority interest and share of profit/(loss) of associates (13+14+15)	1,870.00	1,942.96	1,973.53	5,647.91	5,521.07	7,662.94
17) Paid-up equity share capital (Shares of Face Value of ₹ 2/- each)	6,272.04	4,181.43	4,175.53	6,272.04	4,175.53	4,178.28

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18) Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						24,175.95
19) Earnings Per Share (₹) (before and after Extraordinary Item) (Face Value of ₹ 2/- each)						
– Basic (Not Annualised)	0.60	0.62	0.63	1.80	1.77	2.45
– Diluted (Not Annualised)	0.60	0.62	0.63	1.80	1.76	2.45

PART II : Select Information for the Quarter and Nine Months ended December 31, 2013

Particulars	Quarter Ended 31.12.2013	Quarter Ended 30.09.2013	Quarter Ended 31.12.2012	Nine Months Ended 31.12.2013	Nine Months Ended 31.12.2012	Year Ended 31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A) PARTICULARS OF SHAREHOLDING						
1) Public shareholding						
(a) Number of shares	155,258,963	103,505,975	103,711,225	155,258,963	103,711,225	103,848,475
(b) Percentage of shareholding	49.51	49.51	49.68	49.51	49.68	49.71
2) Promoters and Promoter Group Shareholding						
(a) Pledged/Encumbered						
– Number of shares	158,333,152	105,555,435		158,333,152		
– Percentage of shares (as a % of the total shareholding of the Promoter and Promoter Group)	100	100		100		
– Percentage of shares (as a % of the total share capital of the Company)	50.49	50.49		50.49		
b) Non-encumbered						
– Number of shares			105,055,435		105,055,435	105,055,435
– Percentage of shares (as a % of the total shareholding of the Promoter and Promoter Group)			100		100	100
– Percentage of shares (as a % of the total share capital of the Company)			50.32		50.32	50.29

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	Particulars	3 months ended 31.12.2013
B)	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	-
	Received during the quarter	21
	Disposed of during the quarter	21
	Remaining unresolved at the end of the quarter	-

NOTES:

- 1) The aforesaid consolidated unaudited financial results of IL&FS Investment Managers Limited (the "Company"), its subsidiaries and jointly controlled entities (together constituting the "Group") for the quarter and nine months ended December 31, 2013 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 31, 2014 and have been subjected to review by the Statutory Auditor of the Company
- 2) The Consolidated Financial Statements are prepared in accordance with the principles and procedures set out in Accounting Standard (AS 21) on "Consolidated Financial Statements" which consists of the accounts of the Company, its subsidiaries i.e. IL&FS Asian Infrastructure Managers Limited, IL&FS Urban Infrastructure Managers Limited, IIML Asset Advisors Limited, IL&FS Investment Advisors LLC, Saffron Investment Trust, IIML Advisors LLC and IIML Fund Managers (Singapore) Pte Limited which are based on their respective reviewed accounts and investments in jointly controlled entities i.e. IL&FS Milestone Realty Advisors Private Limited which is based on reviewed accounts and Standard Chartered IL&FS Management (Singapore) Pte Ltd which is based on management accounts have been accounted for by using the proportionate consolidation method in accordance with Accounting Standard (AS 27) on "Financial Reporting of Interests in Joint Ventures"
- 3) The Group is in the business of providing asset management and other related service. As such, there are no separate reportable business or geographical segments as per Accounting Standard 17 on "Segment Reporting"
- 4) Tax expense for the nine months ended December 31, 2013 is net of deferred tax asset of ₹ 54.38 lakhs (corresponding previous period ₹ 53.95 lakhs)
- 5) Pursuant to the approval of the Shareholders of the Company through Postal Ballot, on December 28, 2013, the Company allotted bonus shares in the ratio of 1 bonus share for every 2 existing equity shares held on the record date by capitalising the Securities Premium Account and General Reserve to the extent of ₹ 2,090.61 lakhs. Consequently, the Earning Per Share for the previous year/periods have been recomputed in accordance with the Accounting Standard 20 - "Earnings Per Share"
- 6) The summarised standalone unaudited financial results of the Company are as below. The detailed standalone unaudited financial results of the Company are available on the Company's website www.iimlindia.com

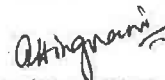
	(₹ in lakhs)					
Particulars	Quarter Ended 31.12.2013	Quarter Ended 30.09.2013	Quarter Ended 31.12.2012	Nine Months Ended 31.12.2013	Nine Months Ended 31.12.2012	Year Ended 31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue	2,420.49	2,660.68	2,416.90	7,939.25	7,309.23	10,108.04
Profit before tax	1,366.38	1,866.25	1,430.75	4,968.33	4,294.19	6,157.69
Profit after tax	950.18	1,324.26	928.58	3,488.21	2,927.80	4,244.28

- 7) The figures for the current quarter and the corresponding quarter in the previous year are the balancing figures between the unaudited figures in respect of the nine months ended December 31 and the audited published figures for the half year ended September 30
- 8) Figures for the previous periods / year have been regrouped and rearranged wherever considered necessary

By Order of the Board



Mumbai, January 31, 2014


Archana Ilmorani
Chief Executive Officer & Executive Director