

January 23, 2018

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

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

IDFC Bank Limited - Update on Investor Presentation on Q3 FY18 - (quarter and nine months ended December 31, 2017)

Dear Sirs,

This is in continuation of our letter dated January 19, 2018 wherein we had attached a copy of Investor Presentation on the financials of IDFC Bank Limited for the quarter and nine months ended December 31, 2017.

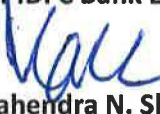
Pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached a copy of an Update on the aforesaid Investor Presentation.

This is for your information and records.

Thanking you,

Yours faithfully,

For IDFC Bank Limited


Mahendra N. Shah

Company Secretary & Chief Compliance Officer



Encl.: as mentioned above



IDFC BANK

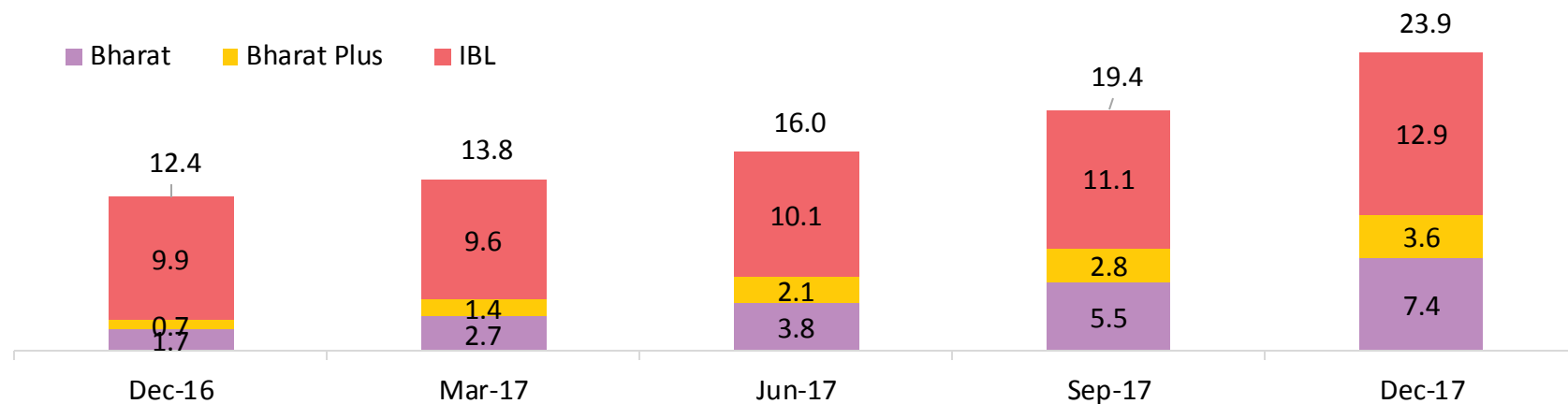
Q3FY18 FINANCIALS

DECEMBER 31, 2017



Customers & Network

Customers :



Network	Dec-16	Mar-17	Jun-17	Sep-17	Dec-17
Branches	74	74	86	100	127
BC Branches	335	350	358	383	356*
MATM	4,232	5,661	8,302	10,258	13,070

* To achieve operational efficiency 29GV branches were closed during the quarter.

Assets

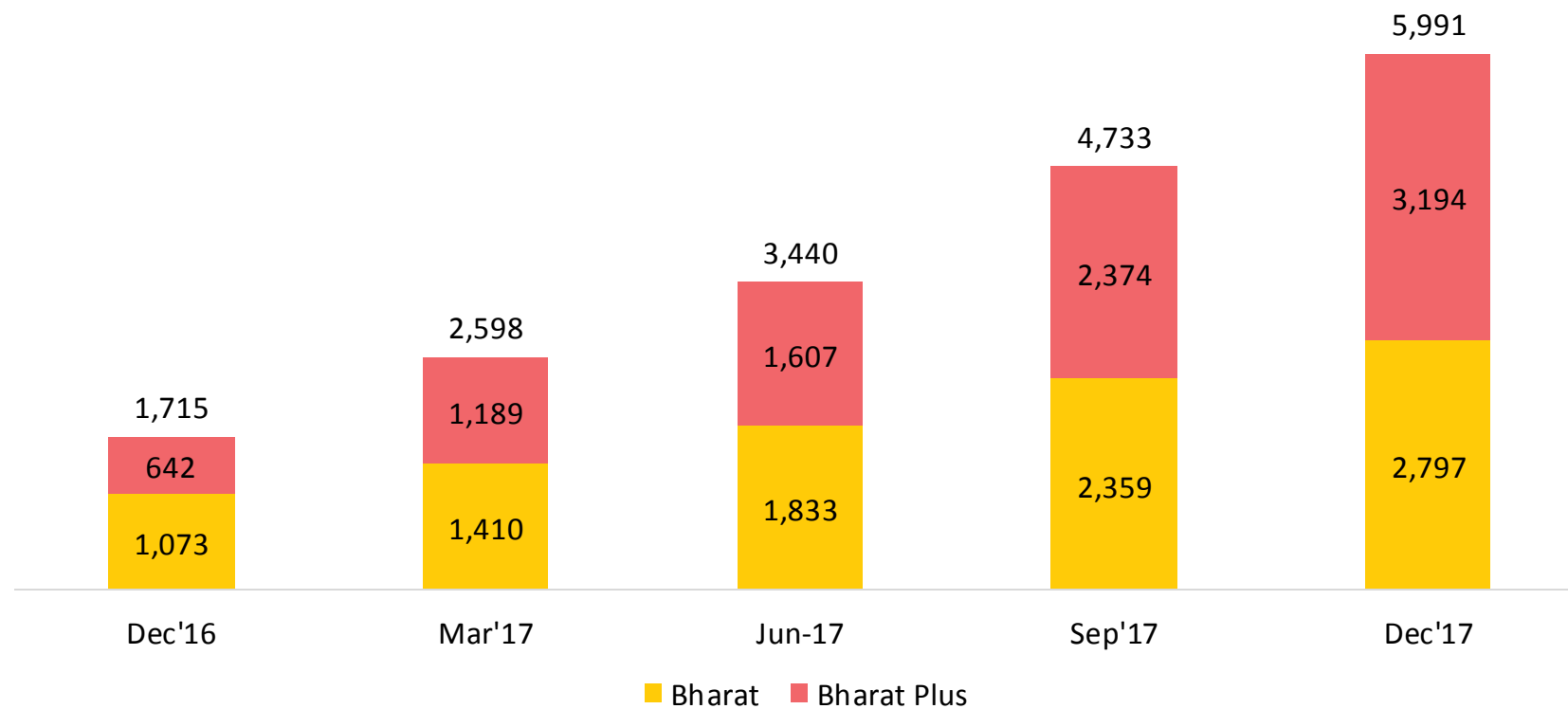
In INR Cr.	Mar'17	Jun-17	Sep'17	Dec'17	% QoQ
WB	49,477	46,461	47,476	46,514	-2%
<i>Corporate Banking</i>	18,949	18,155	18,447	21,376	16%
<i>Infrastructure</i>	30,528	28,306	29,029	25,138	-13%
Retail	2,598	3,440	4,733	5,991	27%
<i>Bharat</i>	1,410	1,833	2,359	2,797	19%
<i>Bharat Plus</i>	1,189	1,607	2,374	3,194	35%
PSL Buyout	10,391	8,861	9,216	7,670	-17%
Stressed Assets	7,782	7,626	7,367	7,313	-1%
Gross Retail & Corporate Assets	70,249	66,388	68,792	67,488	-2%
Provision	3,681	3,713	3,615	3,618	0%
Net Retail & Corporate Assets	66,568	62,675	65,177	63,870	-2%
Cash & Bank Balances	2,202	2,101	2,470	2,055	-17%
Statutory Investments	19,264	17,467	16,740	18,041	8%
Trading Investments	16,942	30,981	29,172	26,628	-9%
Fixed and Other Assets	7,184	6,021	6,393	7,605	19%
Toal Assets	112,160	119,245	119,952	118,199	-1%

Note: Figures for the previous periods have been reclassified for consistency with the current period.

Retail Assets up by 26% QoQ

All figures in Rs Cr

Retail Growth



Liabilities

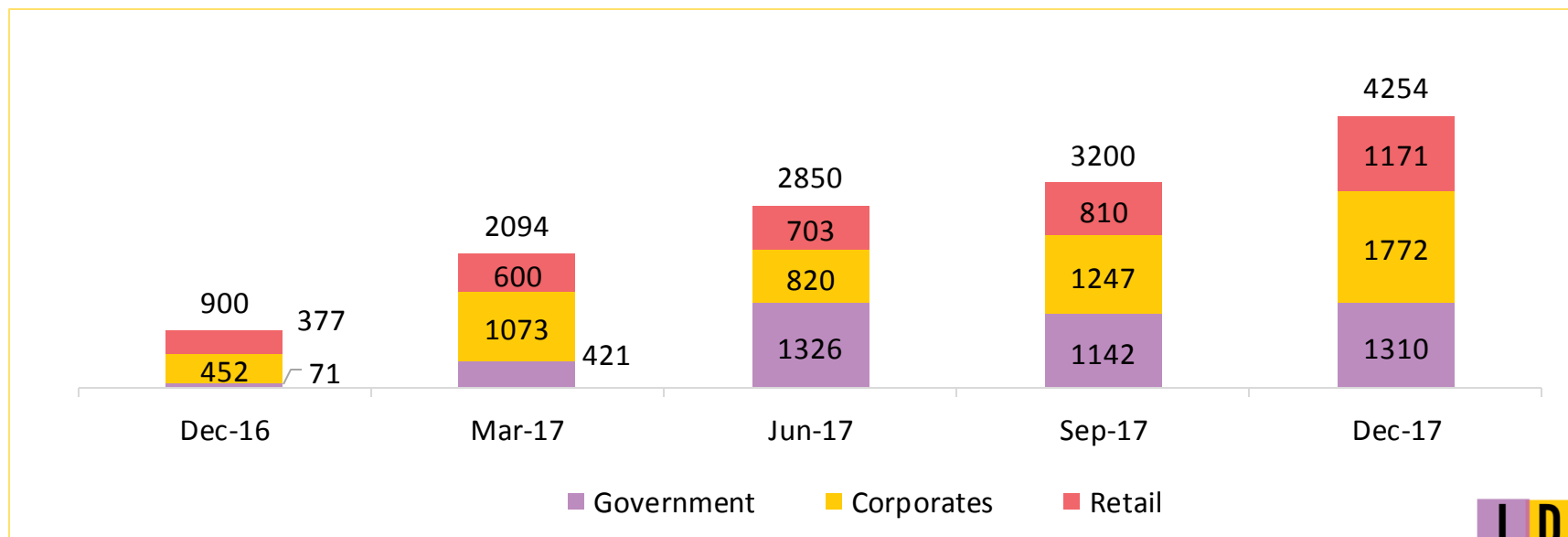
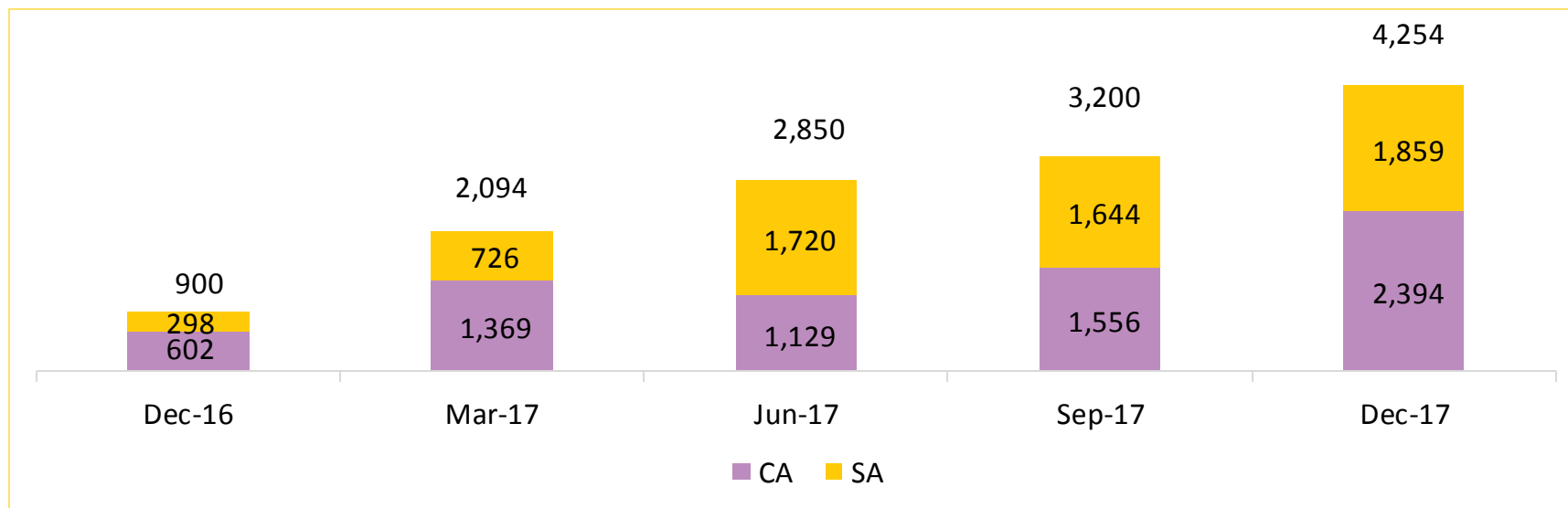
All figures in Rs Cr

Particular	Dec'16	Mar'17	Jun-17	Sep'17	Dec'17	% YoY	% QoQ
Shareholders' Funds	14,486	14,678	15,125	15,056	15,208	5%	1%
Deposits	27,001	40,208	41,959	38,890	42,259	57%	9%
<i>Core Deposits</i>	<i>3104</i>	<i>4907</i>	<i>6,281</i>	<i>7,043</i>	<i>7,991</i>	<i>157%</i>	<i>13%</i>
<i>CASA</i>	<i>900</i>	<i>2,094</i>	<i>2,850</i>	<i>3,200</i>	<i>4,254</i>	<i>373%</i>	<i>33%</i>
<i>Fixed Deposits Retail</i>	<i>2,204</i>	<i>2,812</i>	<i>3,431</i>	<i>3,843</i>	<i>3,737</i>	<i>70%</i>	<i>-3%</i>
<i>Fixed Deposits Corporate</i>	<i>14,107</i>	<i>15,158</i>	<i>21,391</i>	<i>19,662</i>	<i>19,520</i>	<i>38%</i>	<i>-1%</i>
<i>Certificate of Deposits</i>	<i>9,791</i>	<i>20,144</i>	<i>14,288</i>	<i>12,186</i>	<i>14,748</i>	<i>51%</i>	<i>21%</i>
Borrowings	68,445	50,262	56,250	59,944	54,506	-20%	-9%
Other liabilities and provisions	5,643	7,011	5,911	6,062	6,226	10%	3%
Total Liabilities	115,576	112,160	119,245	119,952	118,199	2%	-1%

Note: Figures for the previous periods have been reclassified for consistency with the current period.

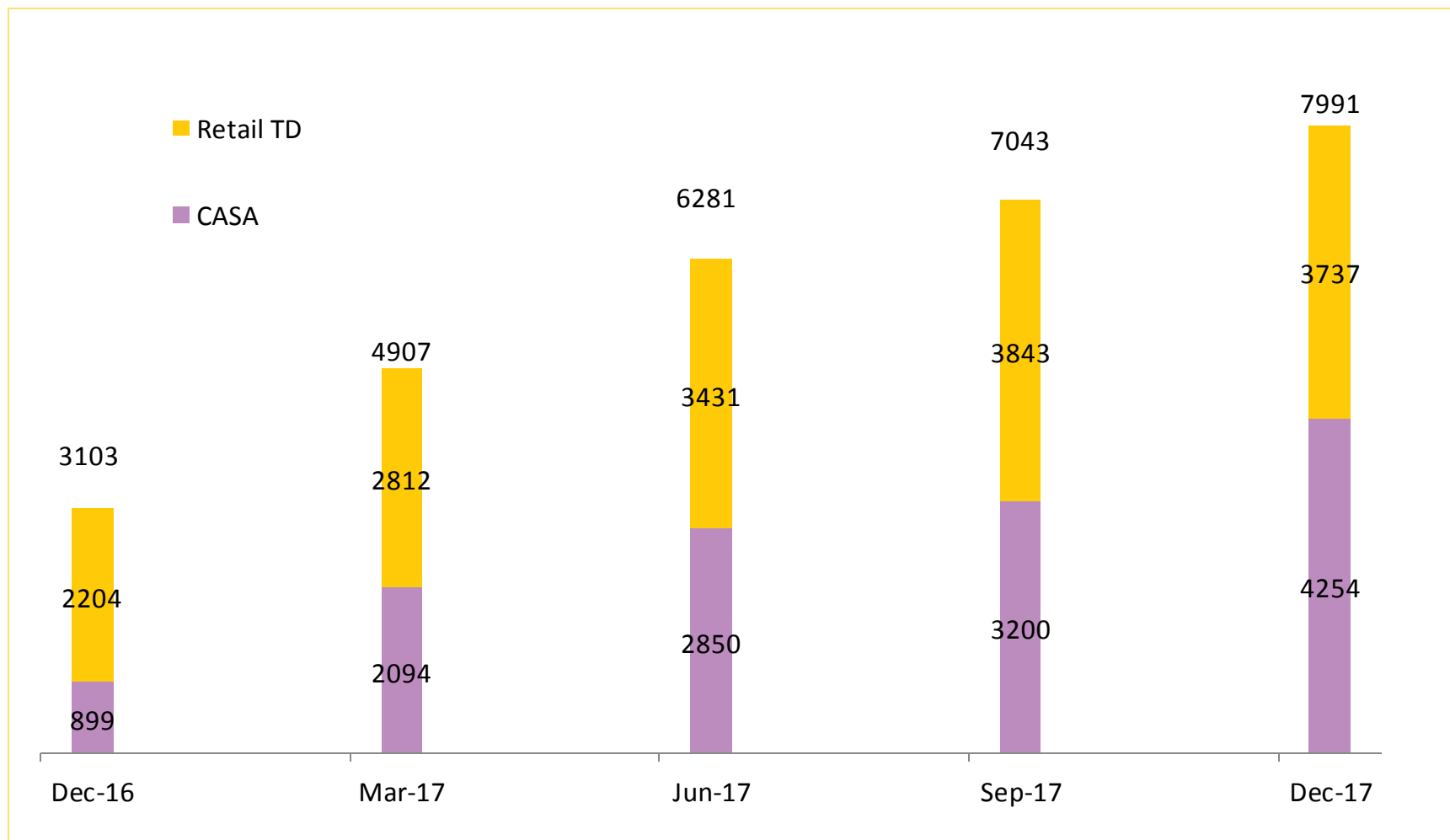
CASA increased by Rs. 1054 Cr. to Rs. 4,254 Cr. QoQ (+33%)

All figures in Rs Cr



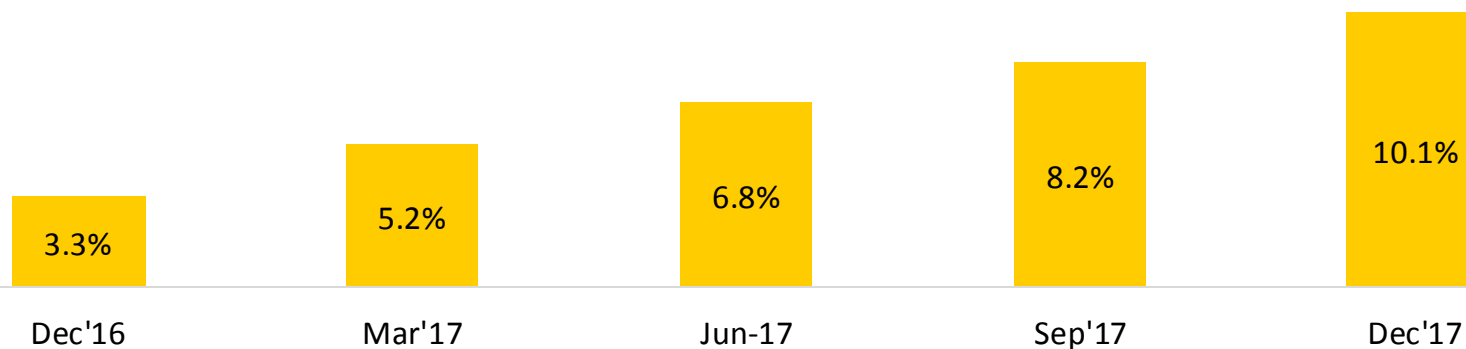
158% increase in core deposits (CASA + Retail TD) YoY & 13.5% QoQ

All figures in Rs Cr

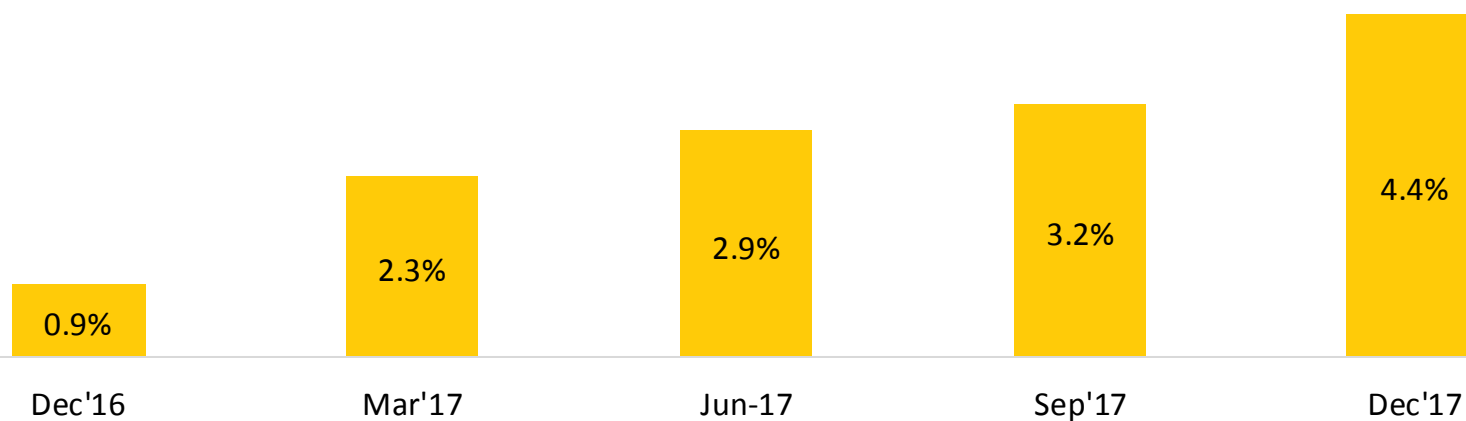


Strong CASA trend

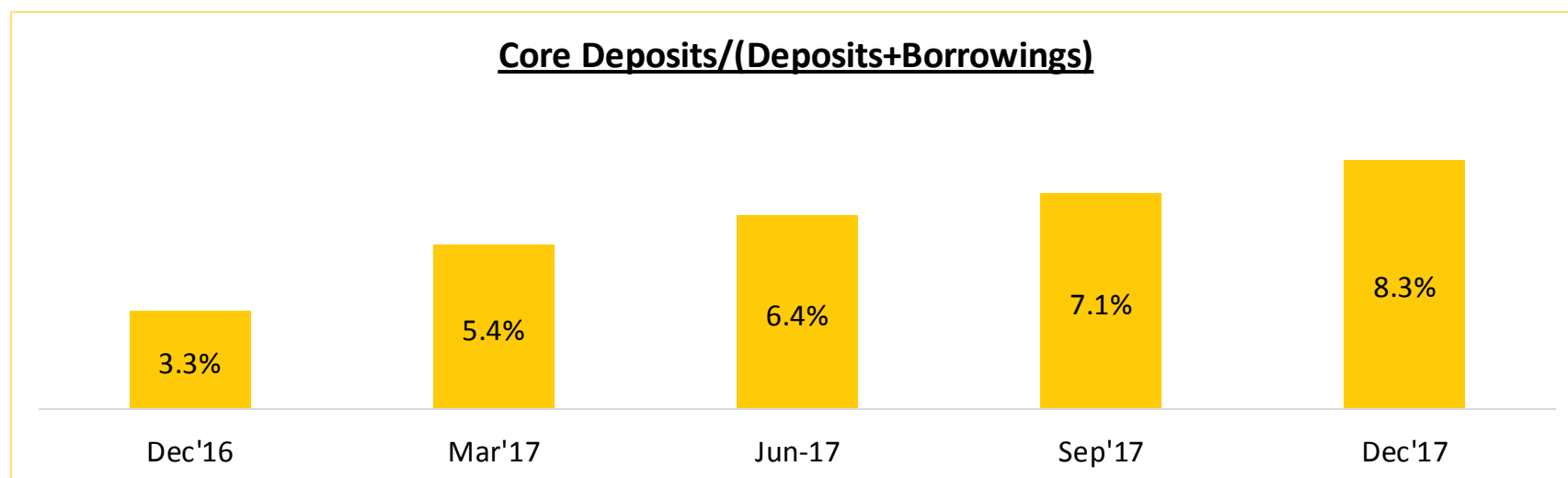
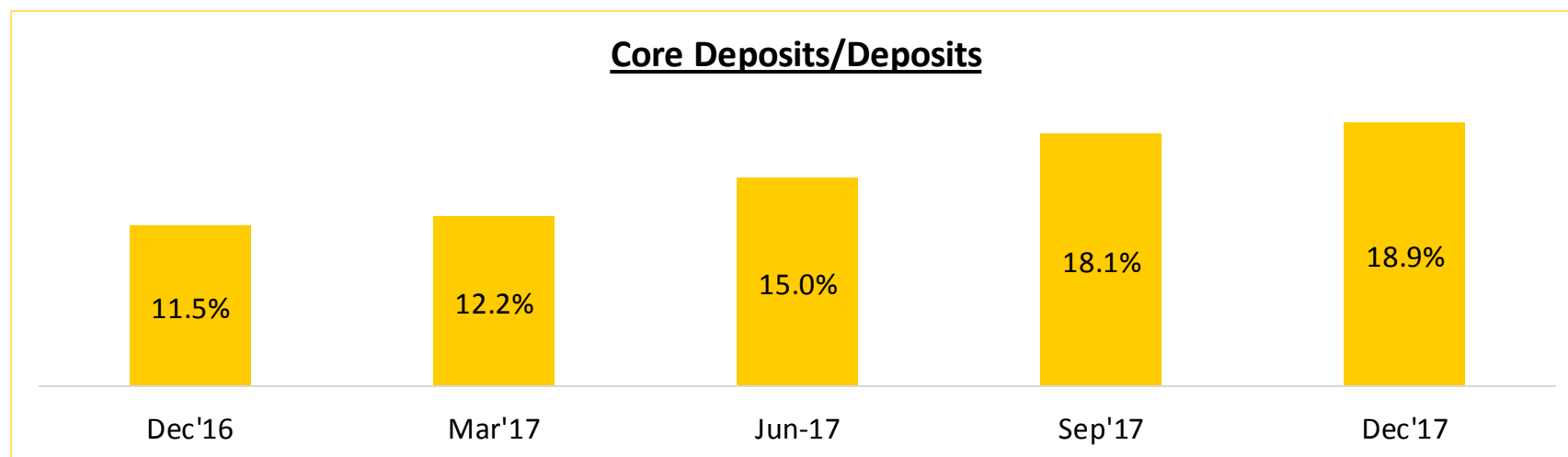
CASA/Deposits



CASA/(Deposits+Borrowings)



Strong Core Deposits trend



Profit & Loss

In INR Cr.	Dec-16	Mar-17	Jun-17	Sep-17	Dec-17	% Growth (QoQ)	% Growth (YoY)
Operating Income	833.6	580.3	1,037.5	734.6	615.3	(16%)	(26%)
Net Interest Income	535.4	515.6	437.5	479.8	511.1	7%	(5%)
Non Interest Income	298.2	64.7	600.0	254.8	104.1	(59%)	(65%)
Fee and Commission	108.5	69.7	142.7	106.5	138.0	30%	27%
Trading Gains (Debt & Equity) ¹	191.9	(3.8)	456.9	147.0	(33.0)	(122%)	(117%)
Other Income	(2.2)	(1.2)	0.4	1.3	(0.9)	(166%)	(61%)
Operating Expenses	379.0	298.0	389.4	362.3	411.1	13%	8%
HR	202.8	100.1	169.4	162.6	176.1	8%	(13%)
Non HR	176.2	197.9	220.0	199.7	235.0	18%	33%
Pre-Prov Op Profit (Ppop)	454.7	282.3	648.1	372.3	204.2	(45%)	(55%)
Credit provision	209.6	26.8	(14.0)	27.1	(1.9)	(107%)	(101%)
Profit Before Tax	245.1	255.5	662.1	345.2	206.1	(40%)	(16%)
Tax	53.0	79.5	224.5	111.5	60.0	(46%)	13%
Profit After Tax	192.1	176.0	437.6	233.7	146.1	(37%)	(24%)

1. Including MTM provision

Yields and Cost of funds

	Yields		
	Q1 FY 18	Q2 FY 18	Q3 FY 18
WB	9.68%	9.86%	9.55%
<i>Corporate Banking</i>	9.20%	9.45%	8.96%
<i>Infrastructure</i>	9.97%	10.13%	9.96%
Retail	13.35%	12.87%	12.47%
PSL Buyout	6.70%	6.95%	6.91%
Stressed Assets	2.38%	3.29%	3.48%
TOTAL	8.58%	8.92%	8.77%

Cost of Funds	Q1FY18	Q2FY18	Q3FY18
Average Cost of Funds	7.38%	7.35%	7.23%
<i>Of which</i>			
<i>Cost of Core Deposits</i>	5.56%	5.63%	5.63%
<i>Fixed Rate Bonds</i>	8.89%	8.89%	8.90%

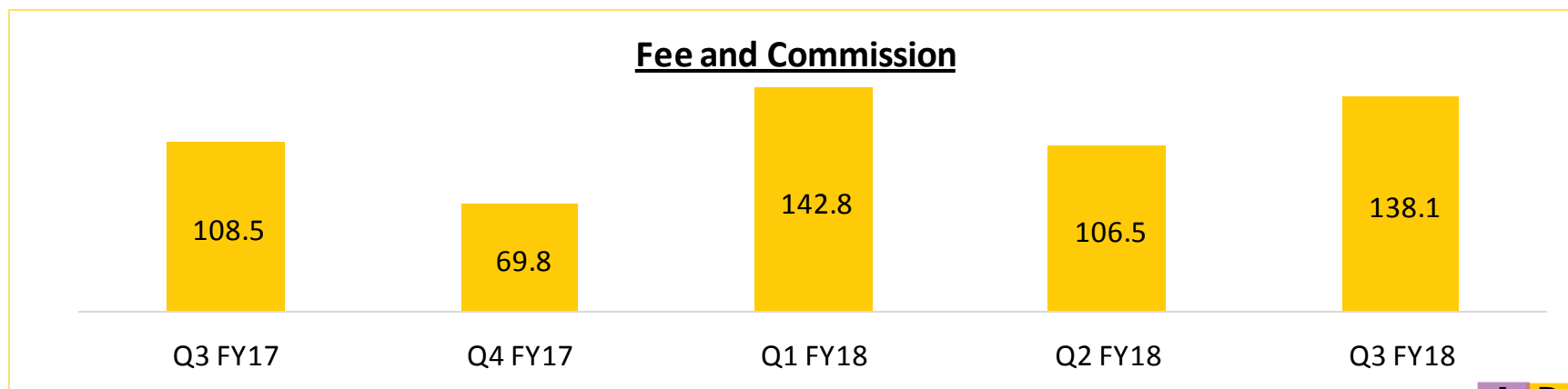
Note: Figures for the previous periods have been reclassified for consistency with the current period.

Fees grew 30% QoQ

In INR Cr.	Q3 FY17	Q4 FY17	Q1 FY18	Q2 FY18	Q3 FY18	QoQ %	YoY %
Non Interest Income	298.2	64.7	600.0	254.8	104.2	-59%	-65%
Fee and Commission	108.5	69.8	142.8	106.5	138.1	30%	27%
<i>Loan Related Fees</i>	50.6	15.6	48.9	32.7	32.2	-2%	-36%
<i>Trade & Cash Management Fees</i>	18.9	21.5	26.4	31.3	33.0	5%	75%
<i>IB, DCM & Syndication fees</i>	25.1	12.4	50.9	18.1	42.7	136%	70%
<i>Client Fx Margins</i>	12.1	13.6	10.8	15.9	18.2	14%	50%
<i>Others</i>	1.8	6.6	5.7	8.5	12.0	41%	567%
Trading Gains (Debt & Equity) ¹	191.9	(3.8)	456.8	147.0	(33.0)	-122%	-117%
Other Income	(2.2)	(1.2)	0.4	1.3	(0.9)	-169%	-59%

1. Including MTM provision

All figures in Rs Cr

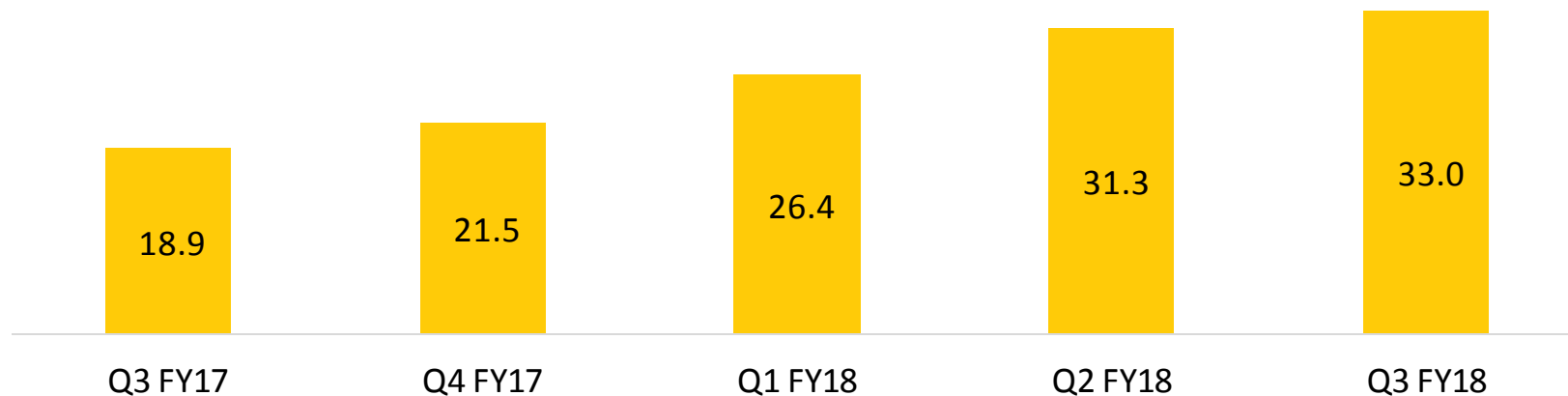


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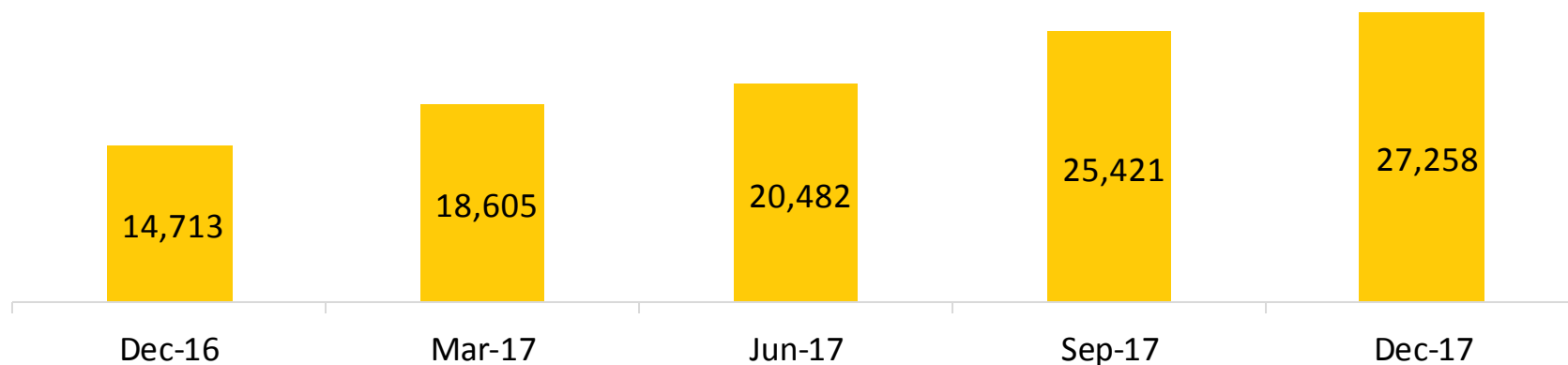
Trade Non Funded O/s grew by 85% YoY

All figures in Rs Cr

Trade & Cash Management Fees



Trade Non Funded O/S



Note: Figures for the previous periods have been reclassified for consistency with the current period

Stressed Assets

In INR Cr.	Mar'17	Jun-17	Sep'17	Dec'17
Stressed Assets	7,782	7,626	7,367	7,313
<i>NPL</i>	<i>1,542</i>	<i>2,004</i>	<i>2,002</i>	<i>2,777</i>
<i>Other Stressed Assets</i>	<i>4,120</i>	<i>3,559</i>	<i>3,342</i>	<i>2,540</i>
<i>of Which Restructured Assets</i>	<i>1,095</i>	<i>657</i>	<i>692</i>	<i>703</i>
<i>SRs (net of 50% write off)</i>	<i>2,120</i>	<i>2,062</i>	<i>2,023</i>	<i>1,997</i>
Provisions	3,788	3,783	3,684	3,724
<i>NPL</i>	<i>966</i>	<i>1,200</i>	<i>1,197</i>	<i>1,570</i>
<i>Other Stressed Assets</i>	<i>2,491</i>	<i>2,251</i>	<i>2,156</i>	<i>1,822</i>
<i>SRs</i>	<i>332</i>	<i>332</i>	<i>332</i>	<i>332</i>
PCR				
<i>NPL</i>	<i>62.6%</i>	<i>59.9%</i>	<i>59.8%</i>	<i>56.6%</i>
<i>Other Stressed Assets</i>	<i>60.5%</i>	<i>63.2%</i>	<i>64.5%</i>	<i>71.7%</i>
<i>SRs (incl. 50% write off)</i>	<i>56.5%</i>	<i>57.3%</i>	<i>57.8%</i>	<i>58.2%</i>
GNPL	3.0%	4.1%	3.9%	5.6%
NNPL	1.1%	1.7%	1.6%	2.5%
Restructured Assets (% of Gross Advances)	2.1%	1.4%	1.4%	1.4%

Note: Figures for the previous periods have been reclassified for consistency with the current period