



L&T Finance Holdings

October 23, 2013

National Stock Exchange of India Limited

Exchange Plaza,
Plot No. C/1, G Block,
Bandra - Kurla Complex, Bandra (East),
Mumbai - 400 051.

BSE Limited

Corporate Relations Department,
1st Floor, New Trading Ring,
P. J. Towers, Dalal Street,
Mumbai - 400 001.

Symbol: L&TFH

Scrip Code No.: 533519

Kind Attn: Head – Listing Department / Dept of Corporate Communications

Sub: Unaudited Consolidated Financial Results under Clause 41 of the Listing Agreement

Dear Sir/ Madam,

This has reference to our letter of even date for submitting Unaudited Standalone Financial Results of the Company for the quarter and half year ended September 30, 2013.

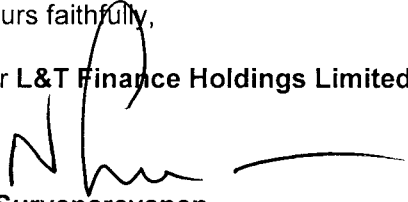
Please find enclosed herewith Unaudited Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2013 along with Limited Report of Statutory Auditors and Press Release thereon.

Kindly take the same on record and acknowledge the receipt.

Thanking you,

Yours faithfully,

For L&T Finance Holdings Limited


N Suryanarayanan
Company Secretary

 Encl: as above



SHARP & TANNAN

Chartered Accountants

L&T Finance Holdings Limited

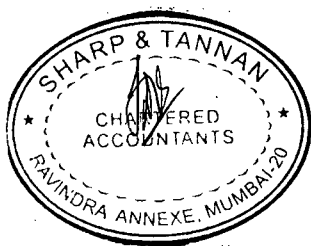
Limited review report to the board of directors for the six month period ended September 30, 2013

We have reviewed the accompanying statement of unaudited consolidated financial results of L&T Finance Holdings Limited ("the Company") and its subsidiaries and associates ("the LTFH Group") for the six month period ended September 30, 2013 except for the disclosures regarding 'Public Shareholdings' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by management and have not been audited by us. This statement is the responsibility of the Company's management and has been approved by the board of directors on October 23, 2013. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review 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 financial statements are free of material misstatements. 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.

We did not audit/review the financial statements of eleven subsidiaries included in the consolidated financial results, whose consolidated interim financial statements reflect total assets of Rs.2,028,232.54 Lakhs as at September 30, 2013; as well as the total revenue of Rs. 126,505.65 Lakhs and net cash inflow amounting to Rs. 57,081.70 Lakhs for the six month period ended September 30, 2013. These interim financial statements and other financial information have been audited/reviewed by other auditors whose reports have been furnished to us, and our opinion on the consolidated financial results, to the extent they have been derived from such interim financial statements is based solely on the report of such auditors.

We further report that in respect of two associates, we did not carry out the review. These financial statements have been certified by management and have been furnished to us, and in our opinion, insofar as it relates to the amounts included in respect of an associate are based solely on these certified financial statements.



Ravindra Annexe, 194, Churchgate Reclamation, Dinshaw Vachha Road, Mumbai - 400 020, India.

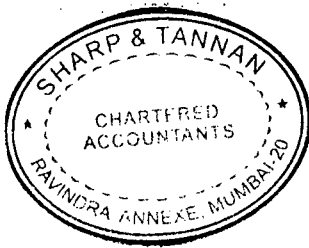
Tel. (22) 2204 7722/23, 6633 8343 - 47 Fax (22) 6633 8352 E-mail : admin.mumbai@sharpandtannan.com

Farook M. Kobla Shreedhar T. Kunte Milind P. Phadke L. Vaidyanathan Ramnath D. Kare Ashwin B. Chopra
Edwin Augustine Raghunath P. Acharya Firdosh D. Buchia Tirtharaj A. Khot Pavan K. Aggarwal

Also at Pune. Associate Offices : Bangalore, Chennai, Goa, Hyderabad & New Delhi

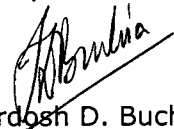
Since the financial statements for the six month period ended September 30, 2013, which were compiled by management of these companies, were not reviewed, any adjustments to their balances could have consequential effects on the attached condensed consolidated financial statements. However, the size of these associates in the consolidated position is not significant in relative terms. The consolidated financial statements include the net carrying cost of investment of Rs.3,984.38 Lakhs and current period share of net profit of Rs. 66.01 Lakhs in respect of these associates. Our opinion is not qualified in respect of this matter.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of clause 41 of the listing agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



Mumbai, October 23, 2013

SHARP & TANNAN
Chartered Accountants
Firm's registration no. 109982W
by the hand of


Firdosh D. Buchia
Partner

Membership no. 38332

PART I : STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2013							
Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2013	June 30, 2013	September 30, 2012	September 30, 2013	September 30, 2012	March 31, 2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations	123,262.91	115,881.21	93,514.48	239,144.12	184,147.40	395,675.56
2	Expenses:						
	a) Employee benefits	6,653.01	6,487.06	4,439.56	13,140.07	8,760.44	20,486.18
	b) Professional fees	5,254.45	4,036.91	2,264.47	9,291.36	4,787.70	11,134.74
	c) Allowances and write-offs	10,028.83	9,093.29	5,604.09	19,122.12	11,391.64	27,343.99
	d) Depreciation and amortisation	1,978.60	1,829.07	1,529.80	3,807.67	3,050.33	6,512.58
	e) Administration and other expenses	8,707.40	7,763.20	5,127.57	16,470.60	10,007.40	24,865.79
	Total expenses:	32,622.29	29,209.53	18,965.49	61,831.82	37,997.51	90,343.28
3	Profit from operations before other income, finance costs and exceptional items (1-2)	90,640.62	86,671.68	74,548.99	177,312.30	146,149.89	305,332.28
4	Other income	8,743.27	2,425.37	652.05	11,168.64	1,423.21	4,970.23
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	99,383.89	89,097.05	75,201.04	188,480.94	147,573.10	310,302.51
6	Finance costs	77,152.92	68,940.39	54,539.12	146,093.31	108,748.24	233,241.04
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	22,230.97	20,156.66	20,661.92	42,387.63	38,824.86	77,061.47
8	Exceptional items	-	-	-	-	-	21,799.40
9	Profit from ordinary activities before tax (7+8)	22,230.97	20,156.66	20,661.92	42,387.63	38,824.86	98,860.87
10	Tax expense						
	a) Current tax	8,092.63	9,244.29	8,570.42	17,336.92	14,430.00	30,902.74
	b) Deferred tax	(1,392.07)	(3,557.49)	(2,282.31)	(4,949.56)	(2,046.58)	(4,960.64)
	Total tax expense	6,700.56	5,686.80	6,288.11	12,387.36	12,383.42	25,942.10
11	Net profit from ordinary activities after tax (9-10)	15,530.41	14,469.86	14,373.81	30,000.27	26,441.44	72,918.77
12	Extraordinary items	-	-	-	-	-	-
13	Net profit before share in profit/(loss) of associates (11+-12)	15,530.41	14,469.86	14,373.81	30,000.27	26,441.44	72,918.77
14	Share of profit/(loss) of associates	41.98	24.03	-	66.01	-	128.37
15	Net profit for the period/ year (13+14)	15,572.39	14,493.89	14,373.81	30,066.28	26,441.44	73,047.14
16	Paid-up equity share capital (Face value of ₹ 10 each)	171,693.31	171,684.24	171,476.16	171,693.31	171,476.16	171,676.05
17	Reserves excluding Revaluation Reserve	-	-	-	-	-	375,345.68
18	Earnings per share (EPS):						
	a) Basic EPS before and after extraordinary items (₹) (* not annualised)	*0.81	*0.75	*0.84	*1.56	*1.54	4.25
	b) Diluted EPS before and after extraordinary items (₹) (* not annualised)	*0.81	*0.75	*0.84	*1.56	*1.54	4.25
19	Non-Performing Assets (NPA) Ratios:						
	a) Amount of Gross NPA	99,291.04	84,641.51	48,767.33	99,291.04	48,767.33	65,957.30
	b) Amount of Net NPA	65,455.42	55,106.19	33,268.19	65,455.42	33,268.19	40,631.70
	c) Gross NPA (%)	2.89%	2.54%	1.81%	2.89%	1.81%	2.03%
	d) Net NPA (%)	1.93%	1.67%	1.24%	1.93%	1.24%	1.26%

PART II : SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2013							
A PARTICULARS OF SHAREHOLDING							
1	Public shareholding						
	- Number of shares	299,908,841	299,818,142	297,737,391	299,908,841	297,737,391	299,736,311
	- Percentage of shareholding	17.47%	17.46%	17.36%	17.47%	17.36%	17.46%
2	Promoters and Promoter Group shareholding						
	a) Pledged / encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	NA	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the Company)	NA	NA	NA	NA	NA	NA
	b) Non-encumbered						
	- Number of shares	1,417,024,221	1,417,024,221	1,417,024,221	1,417,024,221	1,417,024,221	1,417,024,221
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the Company)	82.53%	82.54%	82.64%	82.53%	82.64%	82.54%

Particulars	Quarter ended September 30, 2013
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	2
Disposed off during the quarter	2
Remaining unresolved at the end of the quarter	NIL

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2013

Sr. No.	Particulars	As at	As at
		September 30,	March 31,
		2013	2013
		(Unaudited)	(Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	246,693.31	246,676.05
	(b) Reserves and surplus	402,562.13	375,345.68
	Sub-total - Shareholders' funds	649,255.44	622,021.73
2	Non-current liabilities		
	(a) Long-term borrowings	2,084,598.03	1,816,216.65
	(b) Other long-term liabilities	45,635.98	35,764.91
	(c) Long-term provisions	14,833.11	12,395.76
	Sub-total - Non-current liabilities	2,145,067.12	1,864,377.32
3	Current liabilities		
	(a) Short-term borrowings	452,600.25	406,793.35
	(b) Current maturities of long term borrowings	669,653.60	606,213.81
	(c) Trade payables	3,088.65	2,158.19
	(d) Other current liabilities	120,087.75	140,661.92
	(e) Short-term provisions	7,886.72	19,890.56
	Sub-total - Current liabilities	1,253,316.97	1,175,717.83
	TOTAL - EQUITY AND LIABILITIES	4,047,639.53	3,662,116.88
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	128,561.76	117,846.71
	(b) Goodwill on consolidation	4,160.10	4,160.10
	(c) Non-current investments	80,714.52	65,391.24
	(d) Deferred tax assets (net)	17,637.89	12,688.34
	(e) Long-term loans and advances	16,935.99	17,504.20
	(f) Long-term loans and advances towards financing activities	2,370,997.36	2,195,485.15
	(g) Other non-current assets	16,870.95	8,282.21
	Sub-total - Non-current assets	2,635,878.57	2,421,357.95
2	Current assets		
	(a) Current investments	193,338.23	118,877.02
	(b) Trade receivables	2,530.43	3,300.61
	(c) Cash and bank balances	100,879.45	37,160.57
	(d) Short-term loans and advances towards financing activities	173,552.36	229,923.74
	(e) Current maturities of long term loans and advances	846,712.53	794,586.48
	(f) Other current assets	94,747.96	56,910.51
	Sub-total - Current assets	1,411,760.96	1,240,758.93
	TOTAL - ASSETS	4,047,639.53	3,662,116.88

Notes:

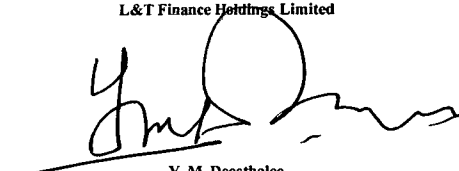
- The consolidated financial statements are prepared in accordance with Accounting Standards (AS 21 and AS 23) notified by the Companies (Accounting Standards) Rules, 2006.
- Pursuant to Clause 41 of the Listing Agreement, the Company has opted to publish the consolidated financial results. Both the consolidated and standalone financial results have been submitted to the BSE Limited (BSE) and National Stock Exchange of India Limited (NSE), where the equity shares of the Company are listed. The standalone financial results for the quarter ended September 30, 2013 are summarized below and detailed financial results are also available on the Company's website www.ltfinanceholdings.com.

(₹ Lakh)

Particulars	Quarter ended			Half year ended		Year ended
	September 30,	June 30,	September 30,	September 30,	September 30,	March 31,
	2013	2013	2012	2013	2012	2013
		(Unaudited)		(Unaudited)		(Audited)
Income from operations	16,931.48	1,160.90	2,102.34	18,092.38	3,336.01	17,197.61
Profit/(loss) from ordinary activities before exceptional items	14,664.19	(91.57)	1,651.93	14,572.62	2,570.10	13,173.16
Exceptional items	-	-	-	-	-	23,572.92
Profit from ordinary activities before tax	14,664.19	(91.57)	1,651.93	14,572.62	2,570.10	36,746.08
Net profit/(loss) for the period/year after tax	14,646.68	(122.71)	1,113.82	14,523.97	1,610.56	31,132.52

- The Company, during the current quarter has allotted 90,699 equity shares of ₹10/- each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).
- At the consolidated level, the main business of the Company is financing. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the Accounting Standard (AS) 17 Segment Reporting notified by the Companies (Accounting Standards) Rules, 2006.
- Debenture issue expenses for the six months ended September 30, 2013 amounting to ₹ 262.77 lakh net of tax has been adjusted against Securities Premium Account.
- Previous periods/ year figures have been regrouped/reclassified to make them comparable with those of current period/year.
- The results for the quarter ended September 30, 2013 have been subjected to Limited Review by the Statutory Auditors, reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 23, 2013.

For and on behalf of the Board of Directors
L&T Finance Holdings Limited


Y. M. Deosthalee
Chairman & Managing Director

Place : Mumbai
Date : October 23, 2013



Press Release

Wednesday, 23rd October 2013, Mumbai

Financial Performance for the quarter and half year ended 30th September, 2013

Consolidated Profit for the half year grows by 13.7%

L&T Finance Holdings (L&TFH) today released details of their financial performance for the quarter ended 30th September, 2013.

Highlights of the quarter:

- **Healthy growth in assets:** Loans & Advances as on 30th September 2013 grew by 28.2% year on year to Rs. 35,458.7 Cr. and by 6.5% as compared to Rs. 33,309.9 Cr as on 31st March 2013.

Growth in Profit after Taxes (PAT): The Consolidated PAT for the half year grew by 13.7% y-o-y to Rs. 300.7 Cr and for the quarter it grew by 8.4% to Rs. 155.7 Cr. For the lending businesses, the Consolidated PAT for the half year grew by 20.8% y-o-y to Rs. 326.9 Cr and for the quarter grew by 21.4% y-o-y to Rs.174.2 Cr.

The growth in PAT in lending businesses has been on account of improvement in margins, offset by an increase in credit costs. For the lending businesses, net interest margin for the quarter improved by 10 bps y-o-y to 5.6%, and for the half year by 20 bps.

- **Asset Quality:** Gross NPAs stood at 2.89% of loan assets as on 30th September 2013 as compared to 2.54% as on 30th June 2013. Net NPAs stood at 1.93% of loan assets as on 30th September 2013 as compared to 1.67% as on 30th June 2013. Increase in Gross NPA was mainly due to slippage of one account in the infrastructure segment.
- **Other Highlights:**
 - The Investment Management business has had another strong quarter. Despite a de-growth in the industry, the Average Assets under Management (AAUM) grew by 9.4% to Rs. 15,078.9 Cr., resulting in an increase in market share from 1.6% in Q1FY14 to 1.9% in Q2FY14.
 - The Private Wealth Management business continued to build momentum with the client base crossing 1,000 and an Average Assets under Service (AAUS) of Rs. 3,570.0 Cr.

Assets

There has been a general slowdown in the economy, absence of new capex cycle and stretched working capital cycles of corporates. Consequently we continue to follow a cautious approach to credit selection and hence disbursements in corporate, construction equipment and commercial vehicle segments have been muted.

However, the robust rural economy has aided healthy growth in disbursements in Rural Products Finance. Further, H1FY14 has seen disbursement momentum picking up in the

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Vidyanagari Marg, C.S.T Road, Kalina
Santacruz (E), Mumbai 400 098

www.ltfinanceholdings.com

Personal Vehicle Finance and Housing Finance businesses (acquisitions made in FY13). Disbursement growth in wholesale segment was driven largely by opportunities in financing operational assets.

Business	Disbursements (Rs Cr)			Loans & Advances (Rs Cr)			
	H1FY13	H1FY14	Growth %	H1FY13	FY13	H1FY14	Growth %
Retail & Corporate Finance	7,059	8,076	14.4%	15,533	18,149	18,793	21.0%
Housing Finance	-	500	-	-	326	787	-
Wholesale Finance	1,841	2,828	53.6%	12,133	14,835	15,878	30.9%
Total	8,900	11,404	28.1%	27,666	33,310	35,459	28.2%

Profit after Taxes

The growth in PAT has been on account of improvement in margins, offset by an increase in credit costs. For the lending businesses, net interest margin for the quarter improved by 10 bps y-o-y to 5.6%, and for the half year by 20 bps. Continued momentum in the Retail Finance Business and reduction in the losses in the investment management business has also aided profit growth.

Business	PAT (Rs Cr)				Growth	
	Q2FY13	H1FY13	Q2FY14	H1FY14	Q2 (%)	H1 (%)
Retail & Corporate Finance	59.9	111.9	69.4	142.9	15.9%	27.7%
Housing Finance	-	-	3.2	5.1	-	-
Infrastructure Finance	83.5	158.7	101.6	178.9	21.7%	12.8%
Investment Management	-8.4	-16.1	1.7	-1.8	-	-
Others	8.7	9.9	-20.2	-24.4	-	-
Total	143.7	264.4	155.7	300.7	8.4%	13.7%

Non-Performing Assets

Gross NPA stood at Rs. 992.9 Cr. or 2.89% as a percentage of gross advances as on 30th September 2013 as against Rs. 846.4 Cr. or 2.54% as on 30th June 2013. The elevated Gross NPAs is mainly due to one account in the infrastructure segment. The GNPA includes Rs. 92.9 Cr (net of write off) in FamilyCredit Limited (FCL), mainly contributed by legacy portfolio (fully provided for).

Net NPA stood at Rs. 654.6 Cr. or 1.93% as a percentage of gross advances as on 30th September 2013 as against Rs. 551.0 Cr. or 1.67 % as on 30th June 2013.

We continue to follow a conservative provisioning policy with contingent and voluntary provisions of Rs. 258.0 Cr over and above RBI norms.

Outlook:

The macroeconomic environment continues to remain challenging, with no consistent signs of an improvement in the overall economy. While the volatility in exchange rates seems to have subsided in the near term, the challenge of continued high inflation portends a high interest rate regime.

The policy initiatives of the government including clearances to long pending infrastructure projects could revive the capex cycle and investments in the medium to long term. Good monsoons are expected to result in increased agricultural production, keeping the rural economy buoyant and in turn contributing to growth in disbursements and advances. Margins are expected to be stable despite expectations of an uptrend in the interest environment. We continue to be cautious in credit selection and with aggressive asset monitoring; we expect asset quality to remain stable.

About L&T Finance Holdings:

L&TFH is a financial holding company offering a diverse range of financial products and services across the corporate, retail and infrastructure finance sectors, as well as mutual fund products and investment management services, through its wholly-owned subsidiaries, viz., L&T Finance Ltd, L&T Infrastructure Finance Company Ltd, L&T Investment Management Ltd, L&T Capital Markets Ltd, L&T Housing Finance Ltd, FamilyCredit Ltd and L&T FinCorp Ltd. It is registered with the RBI as a CIC-ND-SI. L&TFH is promoted by Larsen & Toubro (L&T), one of the leading companies in India, with interests in engineering, construction, electrical & electronics manufacturing & services, IT and financial services.

***For Details, Contact: Arijit Sengupta, L&TFH
(9820340485, Arijit.Sengupta@ltfinanceholdings.com)***