

Published in the Financial Express on 8/2/2019

IL&FS | Private Equity

IL&FS Investment Managers Limited

Registered Office: The IL&FS Financial Centre, C-22, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai 400 051
Tel: 022 2859 3333 Fax: 022 2859 3054 Email: investorrelations@ilfsindia.com
Website: www.ilfsindia.com, CIN: L65999MH1986PLC147921

EXTRACT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018

(₹ in lakhs)

Particulars	Quarter Ended 31.12.2018 (Unaudited)	Quarter Ended 30.09.2018 (Unaudited)	Quarter Ended 31.12.2017 (Unaudited)	Nine months Ended 31.12.2018 (Unaudited)	Nine months Ended 31.12.2017 (Unaudited)
Total Income from Operations (net)	1,951.51	2,966.78	3,343.95	7,624.50	9,382.34
Net Profit for the period (before tax and Exceptional Items)	(181.84)	566.21	826.56	851.49	2,367.13
Net Profit for the period before tax (after Exceptional Items) Refer Note 3	(237.59)	(2,450.83)	826.56	(2,221.30)	2,367.13
Net Profit for the period after tax (after Exceptional Items)	(402.33)	(2,549.46)	580.18	(2,687.14)	1,613.56
Total Comprehensive Income for the period	(768.41)	(1,979.66)	298.13	(1,966.47)	1,459.16
Equity Share Capital	6,280.85	6,280.85	6,280.85	6,280.85	6,280.85
Earnings Per Share (Face Value of ₹ 2/- each) Basic and Diluted	(0.13)	(0.81)	0.18	(0.86)	0.51

Notes:

- The Standalone and Consolidated Financial Results of IL&FS Investment Managers Limited (the "Company") have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on February 6, 2019. The results for the nine months and quarter ended December 31, 2018 is subjected to review by the Statutory Auditors of the Company.
- The financial results of the Company for the nine months and quarter ended December 31, 2018 are in compliance with Indian Accounting Standards (Ind AS), as notified by the Ministry of Corporate Affairs. The comparative figures for the corresponding nine months and quarter ended December 31, 2017 have been duly restated in accordance with Ind AS and have been reviewed by the Statutory Auditors of the Company.
- Exceptional Items represent provision for Inter Corporate Deposit ("ICD") given by the Company's subsidiaries to Infrastructure Leasing & Financial Services Limited ("IL&FS") and IL&FS Financial Services Limited ("IFIN"). The total outstanding due as on December 31, 2018 including interest is ₹ 3,072.79 lakhs. During the previous quarter IL&FS and IFIN defaulted on their debt obligations and their credit rating was downgraded to Default ("D") status. The ICDs placed by the Company's subsidiaries with IL&FS and IFIN are unsecured and there is uncertainty around the timing and the amount to be realised through the resolution process. In the absence of current financial information of IL&FS and IFIN, the Management is unable to reliably ascertain the recoverable amount from these exposures. In view of the above, the Management on a prudent basis has provided for the entire amount due towards ICD including the accrued interest thereon.
- The Ministry of Corporate Affairs (MCA), Government of India, has vide its letter dated October 1, 2018 initiated investigation by Serious Fraud Investigation Office (SFIO) against Infrastructure Leasing & Financial Services Limited (IL&FS), the Holding Company and its subsidiaries (including the Company) under Section 212(1) of the Companies Act, 2013. As a part of its investigation, SFIO has been seeking information from the Company on an ongoing basis. The investigation is in progress and the Company is fully cooperating with the investigation agencies. On December 3, 2018, MCA on the directions of the National Company Law Tribunal, Mumbai (NCLT) has implemented various Group Companies of IL&FS (which includes the Company and its subsidiaries) as Respondents to the Petition filed by them on October 1, 2018. Further based on another petition of the MCA under section 130 (1) of the Companies Act, 2013, the NCLT has, on January 1, 2019, ordered re-opening of books of accounts for the past financial years 2012-13 to financial year 2017-18 of IL&FS (the Holding Company), IL&FS Financial Services Limited (IFIN a fellow subsidiary) and IL&FS Transportation Networks Limited (ITNL a fellow subsidiary). While the Company, based on its current understanding, does not believe that the above would have a material impact on the financial results, the implications, if any, arising from the aforesaid developments would be known only after the aforesaid matters are concluded and hence are not determinable at this stage.
- A major portion of the existing funds being managed/advised by the Company and its subsidiaries are approaching their end of term over the next 12 months which is likely to result in significant reduction in the Company's fee revenue thereafter. Management expects that the Company's future earnings together with liquid assets held by the Company as at December 31, 2018 will be sufficient to at least meet the Company's existing and future obligations arising over next 12 months. Management believes that, subject to necessary Board approvals, the Company has adequate funds to allocate seed commitment for a new fund raise as part of an alternate plan.
The IL&FS Board has been working on a resolution plan, with a view to enable value preservation for stakeholders of IL&FS Group. The resolution plan, inter alia, involves sale of assets/businesses/Companies owned by IL&FS. And in this regard, the IL&FS Board has on December 21, 2018 invited a public Expression of Interest (EOI) for its sale of entire stake in the Company. Accordingly, the Company's plans for new fund raise have been kept on hold pending completion of the stake sale and while there is material uncertainty with regard to the stake sale, management believes that use of the going concern assumption for preparation of these financial results is appropriate.
- The above is an extract of the detailed format of year ended Financial Results filed with the Stock Exchanges under Regulation 53 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the unaudited Financial Results are available on the Stock Exchange websites at <http://www.nseindia.com/> and <http://www.bseindia.com/>. The same are also available on the Company website at: <http://www.ilfsindia.com/financials.aspx>.
- Additional Information on Standalone Financial Results is as below:

(₹ in lakhs)

Particulars	Quarter Ended 31.12.2018 (Unaudited)	Quarter Ended 30.09.2018 (Unaudited)	Quarter Ended 31.12.2017 (Unaudited)	Nine months Ended 31.12.2018 (Unaudited)	Nine months Ended 31.12.2017 (Unaudited)
Total Revenue	1,777.71	1,022.60	1,766.61	3,868.37	4,393.45
Profit Before Tax	796.34	214.56	887.92	1,258.92	1,603.17
Profit after Tax	521.12	187.76	684.09	907.74	1,257.09
Total Comprehensive Income for the period	540.18	190.29	705.65	907.80	1,255.30

For the Order of the Board
Sd/-
Chief Executive Officer

Mumbai, February 6, 2019

मुंबई, ६ नव्हतारी, २०१९