

**PART I – STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2014**

PARTICULARS	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014
	(Reviewed)	(Reviewed) Refer Note 6	(Reviewed)	(Audited)
₹ in Crore				
Income from Operations	6,445.91	6,492.72	5,556.94	23,894.03
Profit on Sale of Investments	0.89	127.61	-	248.98
Total Income	6,446.80	6,620.33	5,556.94	24,143.01
Expenditure :				
- Interest and Other Charges	4,330.51	4,140.59	3,763.33	16,029.37
- Staff Expenses	84.90	66.78	74.41	279.18
- Provision for Contingencies	35.00	30.00	30.00	100.00
- Other Expenses	92.75	48.86	83.56	317.01
- Depreciation	(6.58)	8.49	5.54	31.87
Total Expenditure	4,536.58	4,294.72	3,956.84	16,757.43
Profit from Operations before Other Income	1,910.22	2,325.61	1,600.10	7,385.58
Other Income	14.44	27.49	8.00	54.66
Profit Before Tax	1,924.66	2,353.10	1,608.10	7,440.24
Tax Expense	505.56	630.00	435.00	2,000.00
Net Profit before adjustment of Deferred Tax on Special Reserve	1,419.10	1,723.10	1,173.10	5,440.24
Deferred Tax Liability on Special Reserve	74.44	-	-	-
Net Profit After Tax	1,344.66	1,723.10	1,173.10	5,440.24

Earnings per Share - (₹) (not annualised)				
- Basic	8.61	11.00	7.57	34.89
- Diluted	8.55	10.92	7.49	34.62
Paid-up Equity Share Capital (Face value ₹ 2)	313.39	312.10	310.82	312.10
Reserves as at March 31				27,643.09

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**PART II – SELECT INFORMATION
FOR THE QUARTER ENDED JUNE 30, 2014**

	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.3.2014
A] PARTICULARS OF SHAREHOLDING				
Public Shareholding :				
- Number of Shares	156,69,49,470	156,05,32,605	155,41,31,425	156,05,32,605
- Percentage of Shareholding	100	100	100	100
Promoters and Promoter Group Shareholding				
a) Pledged/Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (to total promoter holding)	-	-	-	-
- Percentage of Shares (to total share capital)	-	-	-	-
b) Non-Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (to total promoter holding)	-	-	-	-
- Percentage of Shares (to total share capital)	-	-	-	-

B] INVESTOR COMPLAINTS	Quarter ended 30.06.2014
- Pending at the beginning of the quarter	Nil
- Received during the quarter	1
- Disposed of during the quarter	1
- Remaining unresolved at the end of the quarter	Nil

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Notes :

- 1) Vide circular NHB(ND)/DRS/Pol. 62/2014 dated May 27, 2014, the National Housing Bank (NHB) has directed Housing Finance Companies to provide for a deferred tax liability in respect of the balance in the "Special Reserve" created under section 36(1)(viii) of the Income Tax Act, 1961.
NHB has clarified that the deferred tax liability in respect of the opening balance in the Special Reserve as at April 1, 2014, may be created by adjusting the opening reserves as of that date. Accordingly, the Corporation has adjusted its opening reserves as at April 1, 2014, with the amount of deferred tax liability in respect of the opening balance in the Special Reserve as of that date.
The deferred tax liability in respect of the amount appropriated to Special Reserve during the quarter ended June 30, 2014 has been charged to the Statement of Profit and Loss for the said period. To aid comparability, the deferred tax liability charged to the Statement of Profit and Loss has been separately disclosed.
- 2) As at June 30, 2014, the loan book stood at **₹ 2,03,384 crore** as against ₹ 1,76,993 crore in the Previous Year. This is after considering the loans sold during the preceding 12 months amounting to ₹ 6,980 crore.
- 3) During the quarter ended June 30, 2014, the Corporation has reviewed its policy of providing for depreciation on its tangible fixed assets and has also reassessed their useful lives. On and from April 1, 2014, the straight line method is being used to depreciate all classes of tangible fixed assets. Previously, the straight line method was used for depreciating Buildings, Computers, Leased Assets and Leasehold Improvements while other tangible fixed assets were being depreciated using the reducing balance method. The revised useful lives, as assessed by Management, match those specified in Part C of Schedule II to the Companies Act, 2013, for all classes of assets other than Computer Hardware and Vehicles. Management believes that the revised useful lives of the assets reflect the periods over which these assets are expected to be used.
As a result of the change, the charge on account of Depreciation for the quarter ended June 30, 2014, is lower by **₹ 14.59 crore** compared to the method used and useful lives estimated in earlier periods.
- 4) The Corporation's main business is financing by way of loans for the purchase or construction of residential houses, commercial real estate and certain other purposes, in India. All other activities of the Corporation revolve around the main business. As such, there are no separate reportable segments, as per the Accounting Standard on 'Segment Reporting' (AS 17), notified by the Companies (Accounting Standards) Rules, 2006.
- 5) During the quarter ended June 30, 2014, the Corporation has allotted 64,16,865 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees / directors.

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- 6) Figures of the quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year 2013-14 and published year to date reviewed figures up to the quarter ended December 31, 2013.
- 7) Figures for the previous period have been regrouped wherever necessary, in order to make them comparable.

The above results for the quarter ended June 30, 2014, which have been subject to a Limited Review by the Auditors of the Corporation, were reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on July 21, 2014, in terms of Clause 41 of the Listing Agreements.

Place: Mumbai
Date: July 21, 2014

A handwritten signature in black ink, appearing to read 'Keki M Mistry'.

Keki M Mistry
Vice Chairman & CEO

PART I - STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014

PARTICULARS	Quarter ended 30.6.2014	Quarter ended 31.3.2014	Quarter ended 30.6.2013	Year ended 31.3.2014
	(Reviewed)	(Reviewed) Refer Note 6	(Reviewed)	(Audited)
	₹ in crore			
Income from Operations	6,742.94	7,119.25	5,839.94	25,583.15
Premium Income from Insurance business	2,810.40	4,750.70	2,290.53	13,539.59
Other Operating Income from Insurance business	474.12	348.24	337.84	1,336.40
Profit on Sale of Investments	11.94	48.28	6.53	294.03
Total Income	10,039.40	12,266.47	8,474.84	40,753.17
Expenses:				
- Interest and Other Charges	4,496.56	4,308.68	3,883.70	16,607.89
- Staff Expenses	172.80	145.63	151.83	597.24
- Claims paid pertaining to Insurance Business	1,978.73	1,844.16	1,515.96	5,969.83
- Commission and Operating Expenses pertaining to Insurance Business	417.09	656.21	451.24	1,924.34
- Other expenses and appropriations pertaining to Insurance Business	627.56	2,345.36	344.07	6,103.93
- Provision for Contingencies	47.83	13.96	39.88	110.20
- Other Expenses	178.56	136.28	159.22	608.43
- Depreciation and Amortisation	(4.46)	12.65	9.01	46.85
Total Expenditure	7,914.67	9,462.93	6,554.91	31,968.71
Profit from Operations before Other Income	2,124.73	2,803.54	1,919.93	8,784.46
Other Income	16.67	29.55	8.01	61.39
Profit Before Tax	2,141.40	2,833.09	1,927.94	8,845.85
Tax Expense	578.65	764.90	514.35	2,358.34
Net Profit before adjustment of Deferred Tax on Special Reserve	1,562.75	2,068.19	1,413.59	6,487.51
Deferred Tax Liability on Special Reserve	78.67	-	-	-
Net Profit (before profit of Associates and adjustment for minority interest)	1,484.08	2,068.19	1,413.59	6,487.51
Net share of profit of Associates (Equity Method)	521.85	484.92	426.80	1,915.20
Share of profit of minority shareholders	(133.03)	(138.41)	(133.29)	(454.89)
Profit After Tax attributable to the Corporation and its Subsidiaries	1,872.90	2,414.70	1,707.10	7,947.82

Earnings per Share (of ₹ 2 each) (not annualised)				
- Basic	11.99	15.44	11.02	51.01
- Diluted	11.91	15.32	10.90	50.61
Paid-up Equity Share Capital (Face value ₹ 2)	313.39	312.10	310.82	312.10
Reserves as at March 31				37,262.51

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**PART II – SELECT INFORMATION FOR THE QUARTER ENDED
JUNE 30, 2014**

	Quarter ended 30.6.2014	Quarter ended 31.3.2014	Quarter ended 30.6.2013	Year ended 31.3.2014
A] PARTICULARS OF SHAREHOLDING				
Public Shareholding :				
- Number of Shares	156,69,49,470	156,05,32,605	155,41,31,425	156,05,32,605
- Percentage of Shareholding	100	100	100	100
Promoters and promoter group shareholding				
a) Pledged/Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of Shares (as a % of total share capital of the Corporation)	-	-	-	-
b) Non-Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of Shares (as a % of total share capital of the Corporation)	-	-	-	-
				Quarter ended June 30, 2014
B] INVESTOR COMPLAINTS				
- Pending at the beginning of the quarter				Nil
- Received during the quarter				1
- Disposed of during the quarter				1
- Remaining unresolved at the end of the quarter				Nil

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Notes:

- 1) The disclosure in terms of Accounting Standard 17 on 'Segment Reporting' as notified under the Companies (Accounting Standards) Rules, 2006. :

PARTICULARS	Quarter ended 30.6.2014 (Reviewed)	Quarter ended 31.3.2014 (Reviewed) Refer Note 6	Quarter ended 30.6.2013 (Reviewed)	Year ended 31.3.2014 (Audited)
₹ in crore				
Segment Revenues				
- Loans	6,480.81	6,924.73	5,562.56	24,973.38
- Life Insurance	2,882.19	4,687.13	2,222.50	13,231.44
- General Insurance	466.90	471.07	445.75	1,850.86
- Asset Management	239.51	206.93	236.91	1,007.21
- Others	50.27	66.24	56.80	232.13
Total Segment Revenues	10,119.68	12,356.10	8,524.52	41,295.02
Add : Unallocated Revenues	2.60	32.18	1.32	40.44
Less: Inter-segment Adjustments	(66.21)	(92.26)	(42.99)	(520.90)
Total Revenues	10,056.07	12,296.02	8,482.85	40,814.56
Segment Results				
- Loans	1,727.31	2,453.00	1,442.20	7,491.19
- Life Insurance	283.51	238.82	281.83	794.11
- General Insurance	33.70	58.31	61.44	224.31
- Asset Management	127.18	49.96	136.42	572.71
- Others	(1.33)	14.51	10.54	43.50
Total Segment Results	2,170.37	2,814.60	1,932.43	9,125.82
Add / (Less) : Unallocated	2.60	32.10	1.14	40.36
Less: Inter-segment Adjustments	(31.57)	(13.61)	(5.63)	(320.33)
Profit before Tax	2,141.40	2,833.09	1,927.94	8,845.85
Capital Employed				
- Loans	19,287.36	17,637.67	16,311.95	17,637.67
- Life Insurance	2,046.10	1,787.82	1,459.95	1,787.82
- General Insurance	908.73	884.65	787.11	884.65
- Asset Management	708.24	600.69	825.82	600.69
- Others	321.25	223.69	308.01	223.69
Total Segment Capital Employed	23,271.68	21,134.52	19,692.84	21,134.52
Unallocated	15,613.60	17,863.97	15,519.63	17,863.97
Total	38,885.28	38,998.49	35,212.47	38,998.49

- a) Loans segment mainly comprises of Group's financing activities for housing and also includes financing of real estate and others through the Corporation, its subsidiaries GRUH Finance Ltd. and Credila Financial Services Pvt. Ltd.
b) Asset Management segment includes portfolio management, mutual fund and property investment management.
c) Others include project management, investment consultancy and property related services.
d) The Group does not have any material operations outside India and hence disclosure of geographic segments is not given.

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- 2) The key data relating to standalone results of Housing Development Finance Corporation Limited is as under:

PARTICULARS	Quarter ended 30.6.2014 (Reviewed)	Quarter ended 31.3.2014 (Reviewed) Refer Note 6	Quarter ended 30.6.2013 (Reviewed)	Year ended 31.3.2014 (Audited)
₹ in crore				
Total Income	6,461.24	6,647.82	5,564.94	24,197.67
Profit Before Tax	1,924.66	2,353.10	1,608.10	7,440.24
Tax Expense	505.56	630.00	435.00	2,000.00
Net Profit before adjustment of Deferred Tax on Special Reserve	1,419.10	1,723.10	1,173.10	5,440.24
Deferred Tax Liability on Special Reserve	74.44	-	-	-
Net Profit After Tax	1,344.66	1,723.10	1,173.10	5,440.24

- 3) Vide circular NHB(ND)/DRS/Pol. 62/2014 dated May 27, 2014, the National Housing Bank (NHB) has directed Housing Finance Companies to provide for a deferred tax liability in respect of the balance in the "Special Reserve" created under section 36(1)(viii) of the Income Tax Act, 1961.

NHB has clarified that the deferred tax liability in respect of the opening balance in the Special Reserve as at April 1, 2014, may be created by adjusting the opening reserves as of that date. Accordingly, the Group has adjusted its opening reserves as at April 1, 2014, with the amount of deferred tax liability in respect of the opening balance in the Special Reserve as of that date.

The deferred tax liability in respect of the amount appropriated to Special Reserve during the quarter ended June 30, 2014 has been charged to the Statement of Profit and Loss for the said period. To aid comparability, the deferred tax liability charged to the Statement of Profit and Loss has been separately disclosed.

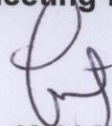
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- 4) During the quarter ended June 30, 2014, the Group has reviewed its policy of providing for depreciation on its tangible fixed assets and has also reassessed their useful lives. On and from April 1, 2014, the straight line method is being used to depreciate all classes of tangible fixed assets. The revised useful lives of the assets as assessed by Management, match those specified in Part C of Schedule II to the Companies Act, 2013, for most classes of assets. Management believes that the revised useful lives of the assets reflect the periods over which these assets are expected to be used.

As a result of the change, the charge on account of Depreciation and Amortisation for the quarter ended June 30, 2014, is lower by **₹ 7.36 crore** compared to the method used and useful lives estimated in earlier periods.

- 5) During the quarter ended June 30, 2014, the Corporation has allotted 64,16,865 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees / directors.
- 6) Figures of the quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year 2013-14 and published year to date reviewed figures up to the quarter ended December 31, 2013.
- 7) The standalone financial results are available on the Corporation's website (www.hdfc.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- 8) Figures for the previous period / year have been regrouped wherever necessary, in order to make them comparable.

The above results for the quarter ended June 30, 2014 which have been subject to a limited review by the Auditors of the Corporation, were reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on July 21, 2014, in terms of Clause 41 of the Listing Agreements.



Keki M Mistry
Vice Chairman & CEO

Place: Mumbai
Date: July 21, 2014

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED.**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED** (the "Corporation") for the Quarter ended June 30, 2014 (the "Statement"), being submitted by the Corporation pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. This Statement is the responsibility of the Corporation's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Corporation personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We refer to Note 1 to the Statement, which describes the accounting treatment used by the Corporation in creating the Deferred Tax Liability on Special Reserve under section 36 (1)(viii) of the Income Tax Act, 1961 as at April 1, 2014, which is in accordance with the NHB's Circular No. NHB (ND)/DRS/Pol. Circular No. 62/2014 dated May 27, 2014.

Our conclusion is not qualified in respect of this matter.

Deloitte
Haskins & Sells LLP

5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter Ended June 30, 2014 of the Statement, from the details furnished by the Management. We are informed that there is no promoter or promoter group of the Corporation.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Sanjiv V. Pilgaonkar
Partner
(Membership No. 39826)

MUMBAI, July 21, 2014
SVP/PG/2014-15

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED** (the "Corporation"), its subsidiaries and jointly controlled entities (the Corporation, its subsidiaries and jointly controlled entities constitute "the Group") and its share of the profit of its associates for the Quarter ended June 30, 2014 ("the Statement"), being submitted by the Corporation pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 8 below. This Statement is the responsibility of the Corporation's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Corporation personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the following entities:

Subsidiaries: Credila Financial Services Private Limited, GRUH Finance Limited, HDFC Asset Management Company Limited, HDFC Developers Limited, HDFC Education and Development Services Private Limited, HDFC ERGO General Insurance Company Limited, HDFC Holdings Limited, HDFC Investments Limited, HDFC Property Ventures Limited, HDFC Realty Limited, HDFC Sales Private Limited, HDFC Standard Life Insurance Company Limited, HDFC Trustee Company Limited, HDFC Venture Capital Limited, HDFC Ventures Trustee Company Limited, HDFC Pension Management Company Limited, Griha Investments, Griha Pte Limited, HDFC Investment Trust and HDFC Investment Trust - II.

Associates: HDFC Bank Limited and India Value Fund Advisors Private Limited.
4. We did not review the interim financial results of six subsidiaries included in the consolidated financial results, whose interim financial results reflect total revenues of ₹ 3,344.45 crore for the Quarter ended June 30, 2014, and total profit after tax of ₹ 406.92

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crore for the Quarter ended June 30, 2014, as considered in the consolidated financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

5. The consolidated financial results also includes the Group's share of profit after tax of ₹ 18.10 crore for the Quarter ended June 30, 2014, as considered in the consolidated financial results, in respect of four components (two subsidiaries and two associates) of an associate, based on their interim financial results which have not been reviewed by their respective auditors.
6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above and read together with the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. a) The actuarial valuation of liabilities for life policies in force and for the policies in respect of which premium has been discontinued but liability exists on the financial statements as at June 30, 2014 in respect of one subsidiary and the estimate of claims Incurred But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER), included under Claims Outstanding as at June 30, 2014 in respect of one subsidiary has been duly certified by the subsidiary's appointed actuaries respectively, and in their opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority ("IRDA") and the Institute of Actuaries of India in concurrence with the IRDA. The respective auditors of those subsidiaries have relied on the appointed actuaries' certificates in this regard in forming their conclusion on the financial result of the said Subsidiaries.
- b) We refer to Note 3 to the Statement, which describes the accounting treatment used by the Corporation in creating the Deferred Tax Liability on Special Reserve under section 36(1)(viii) of the Income Tax Act, 1961 as at April 1, 2014, which is in accordance with the NHB's Circular No. NHB (ND)/DRS/Pol. Circular No. 62/2014 dated May 27, 2014.

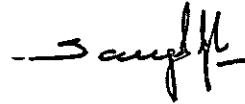
Our conclusion is not qualified in respect of the matters described in paragraphs (a) and (b) above.

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**Deloitte
Haskins & Sells LLP**

8. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter Ended June 30, 2014 of the Statement, from the details furnished by the Management. We are informed that there is no promoter or promoter group of the Corporation.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



• Sanjiv V. Pilgaonkar
Partner
(Membership No. 39826)

MUMBAI, July 21, 2014
SVP/PG/2014-15