

February 01, 2023

The Manager – Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Bandra-Kurla-Complex, Bandra (East),
Mumbai - 400 051
NSE Scrip Code: IDFC

The Manager – Listing Department
BSE Limited
1st Floor, P.J. Towers,
Dalal Street,
Mumbai - 400 001
BSE Scrip Code: 532659

Sub: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 – Utilization of Funds

Dear Sirs,

In continuation to our letter dated January 31, 2023 about Completion of divestment of IDFC Asset Management Company Limited and IDFC AMC Trustee Company Limited (“IDFC MF”) for INR 4,500 crores to the consortium comprising Bandhan Financial Holdings Limited, Lathe Investment Pte. Ltd. (affiliate of GIC), Tangerine Investments Limited and Infinity Partners (affiliates of ChrysCapital), we wish to update that **with this we have completed the corporate restructuring and simplification and now we are left with investment in IDFC Financial Holding Limited (IDFC FHCL) and in IDFC First Bank Limited.**

A. Utilisation of funds received on sale of IDFC MF.

On sale of IDFC MF, IDFC FHCL (wholly owned subsidiary of IDFC Limited) received sale consideration of INR 4,490.00 crore. Of this, an amount of approx. Rs. 2,200 crore is set aside for investing in preferential offer of IDFC FIRST Bank Limited to increase our holding in bank from current 36.38% to 40% (maximum permissible under RBI Licensing condition) and Rs. 1,760 crore is being paid as **special interim dividend at Rs 11 per share** to IDFC shareholders.

B. Way Forward

In the next step of corporate simplification, it is proposed to merge IDFC FHCL and IDFC Limited with IDFC FIRST Bank Limited. The merger involves finalizing the swap ratio, filing of the scheme and approvals from the stock exchanges, Reserve Bank of India, Competition Commission of India, and approvals by shareholders and creditors. The Scheme will be subject to approval by the NCLT, Chennai bench.

The above information is also available on the website of the Company: www.idfclimited.com

Kindly take note of the same.

Thanking you,

Yours faithfully,
For IDFC Limited

Shivangi Mistry
Company Secretary

