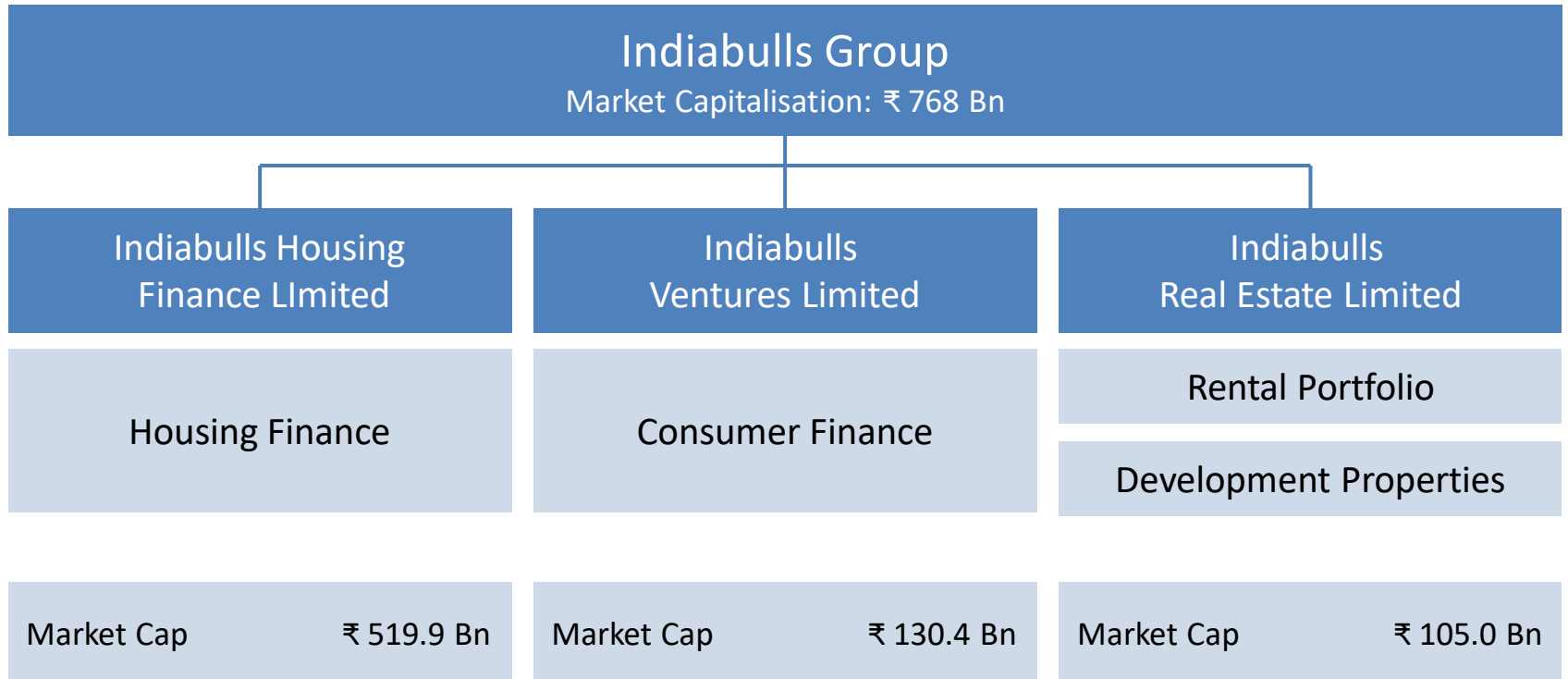


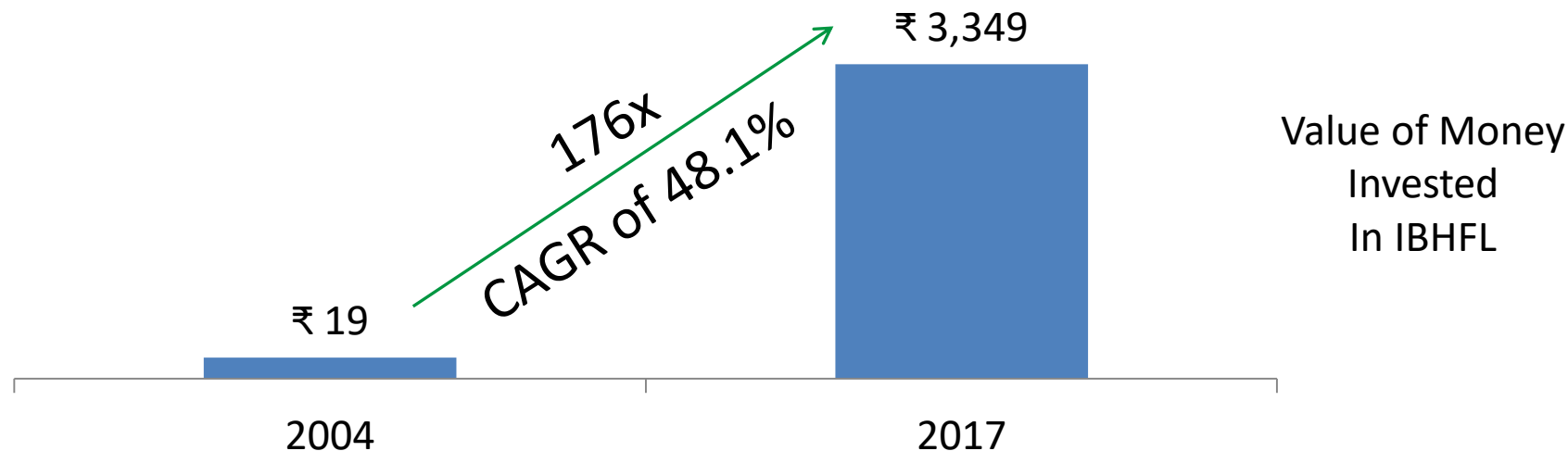
***Indiabulls***

Indiabulls Group

# Indiabulls Group Companies



# Shareholder Returns



The 13-year CAGR for NIFTY is 11.8% and 12-year CAGR for Bank Nifty is 16.7%

**Minority shareholders since IPO have subsequently received shares in all group companies in same proportion as promoters through the following:**

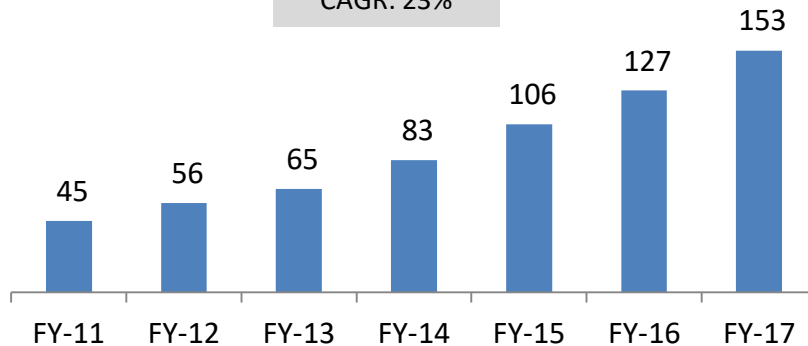
Year	Action	Result
2004	Listing of the brokerage business	
2006	Demerger of Indiabulls Real Estate Ltd.	1 share of IBREL for 1 share of IBFSL
2007	Demerger of Indiabulls Ventures Ltd. [erstwhile Indiabulls Securities Ltd.]	1 share of IVL [ISL] for 1 share of IBFSL

# A Track Record of Steady Growth



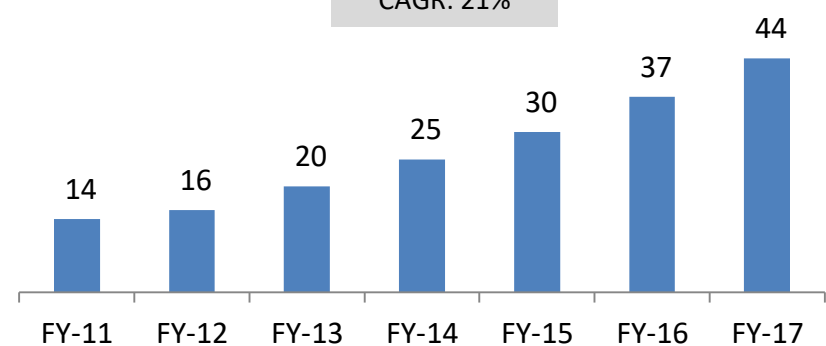
### Group Revenues

CAGR: 23%



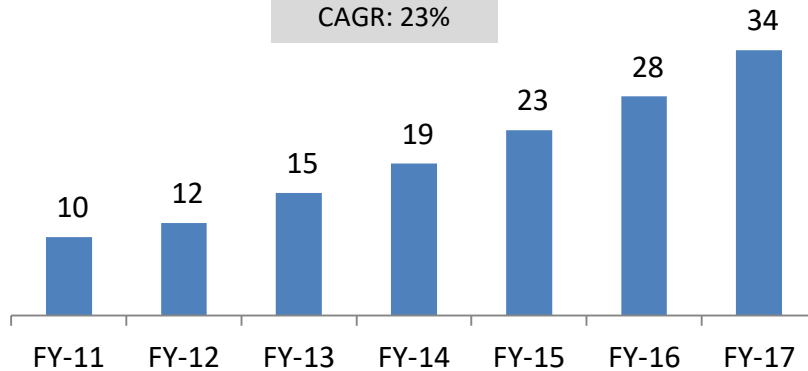
### Group PBT

CAGR: 21%



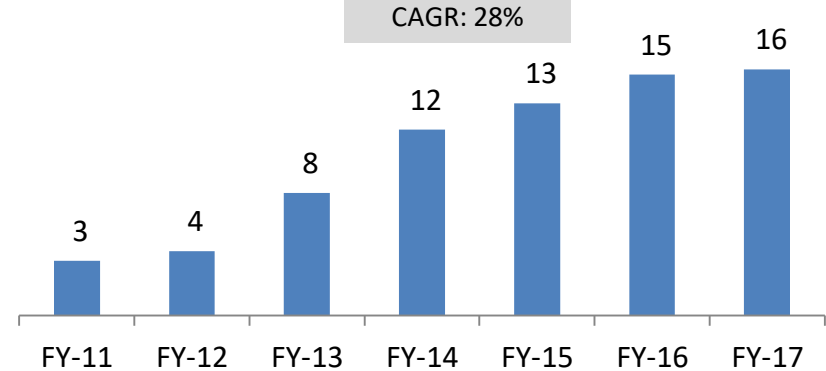
### Group PAT

CAGR: 23%



### Group Dividend Payout\*

CAGR: 28%



All figures in ₹ Bn

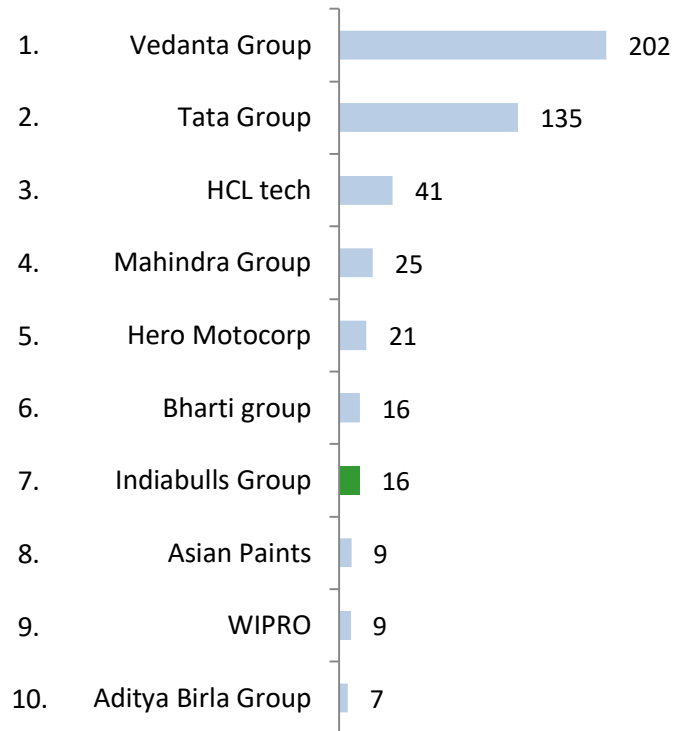
\* Normalized to reflect periods the dividends pertain to

# Indiabulls Group: Dividend Payments and Market Cap

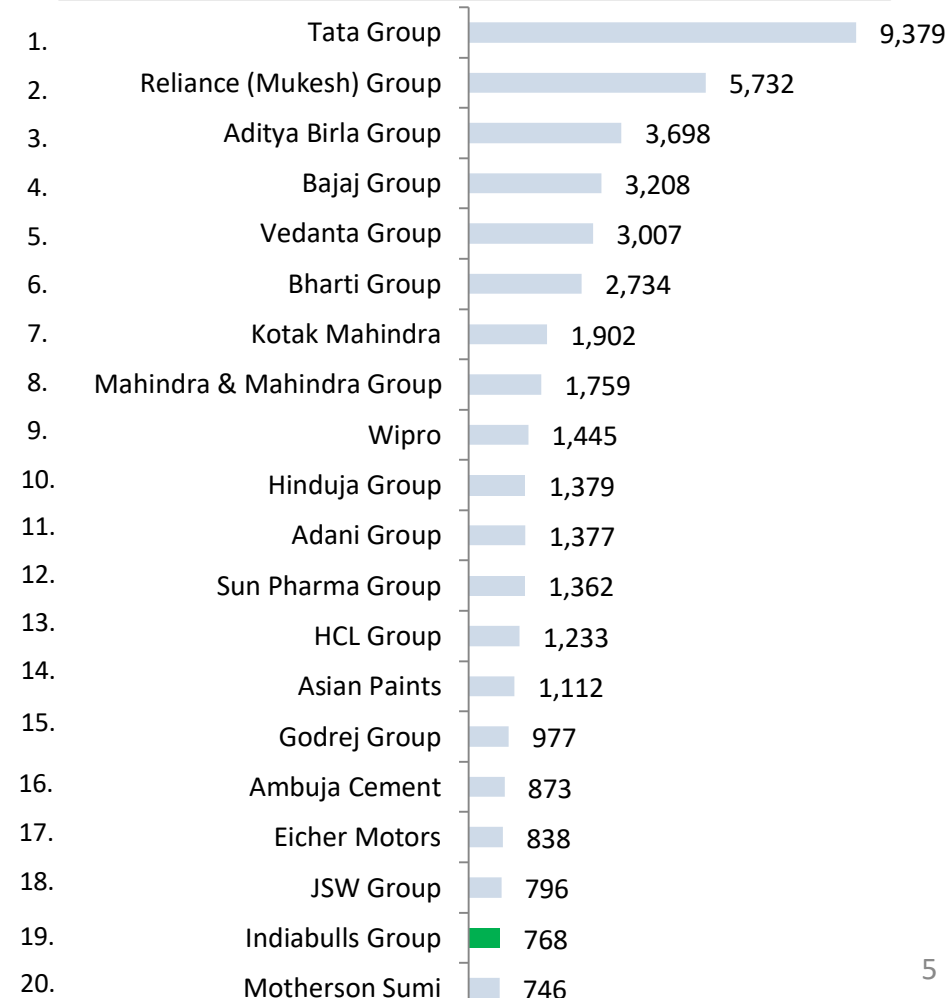


Over ₹ 83 Bn of dividend, excluding tax, paid back to shareholders till date

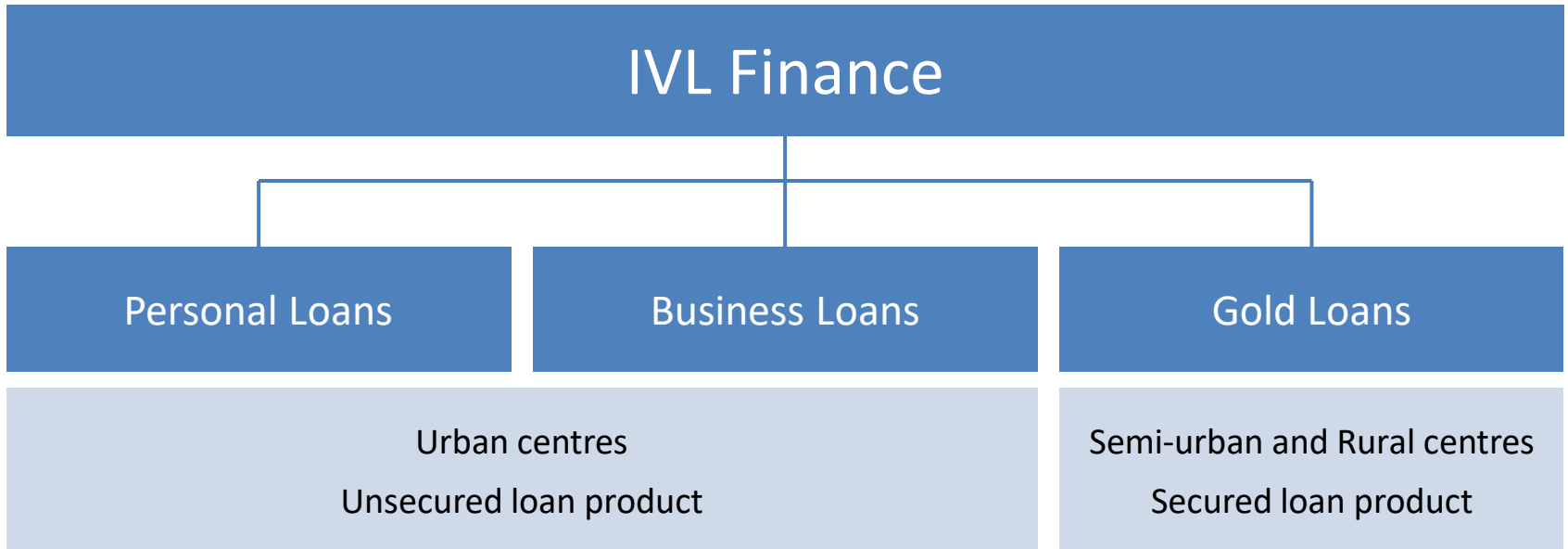
## Top dividend paying listed Indian promoter owned group/companies for FY17



## Market capitalization of listed Indian promoter owned group/companies

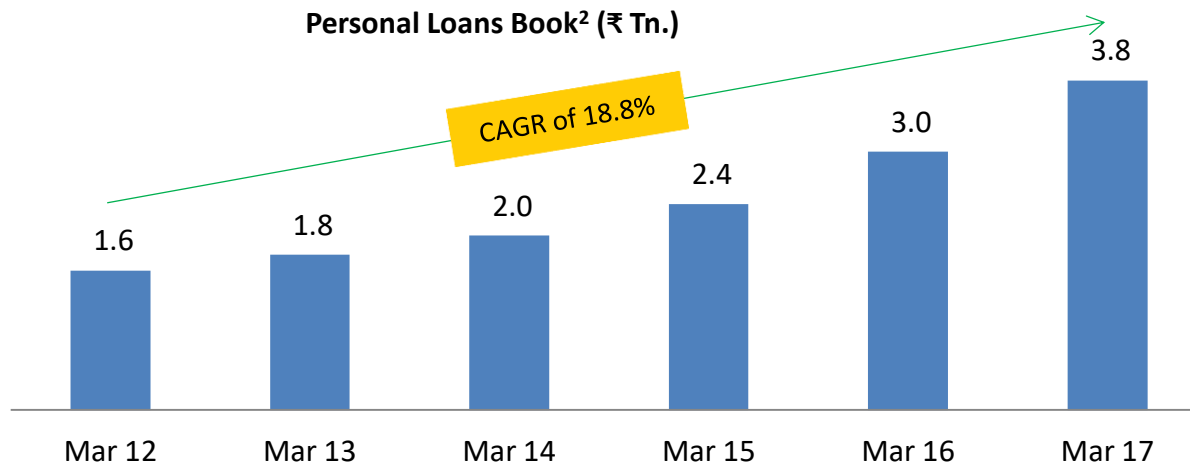


*Indiabulls*  
**VENTURES**



# Indian Personal Loans Market

- Total Personal Loans book stood at ₹ 2.4 Tn.<sup>1</sup> at the end of Mar 17, growing at a CAGR of 18% for last 5 years
- Disbursals for FY17 was ₹ 1.35 Tn. which is 57% of the total outstanding book, indicative of the vast potential for growth in this segment<sup>1</sup>
- Personal Loans Book<sup>2</sup> as per RBI data:



- Average ticket size for personal loans is around ₹ 145,000<sup>1</sup>

1. Credit Information Bureau (India) Limited (CIBIL), a TransUnion company

2. Includes Personal Loan and Other Consumer Loans



# Indian SME Lending Market

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- Indian MSME sector is a network of 51 Mn. enterprises contributing to 37.5% of India's GDP and providing employment to 117 Mn. people
- Viable credit demand is estimated at ₹ 10 Tn.<sup>1</sup>
- Business loan book stood at ₹ 2.0 Tn.<sup>2</sup> at the end of Mar 17

1. IFC Report

2. Credit Information Bureau (India) Limited (CIBIL), a TransUnion company

# Indian Gold Loans Market

- India is the largest consumer of gold globally
- India possesses over 20,000 tonnes of gold worth more than \$ 800 Bn; gold loan penetration is only ~4%

- Drivers of Gold Loan business

For consumers

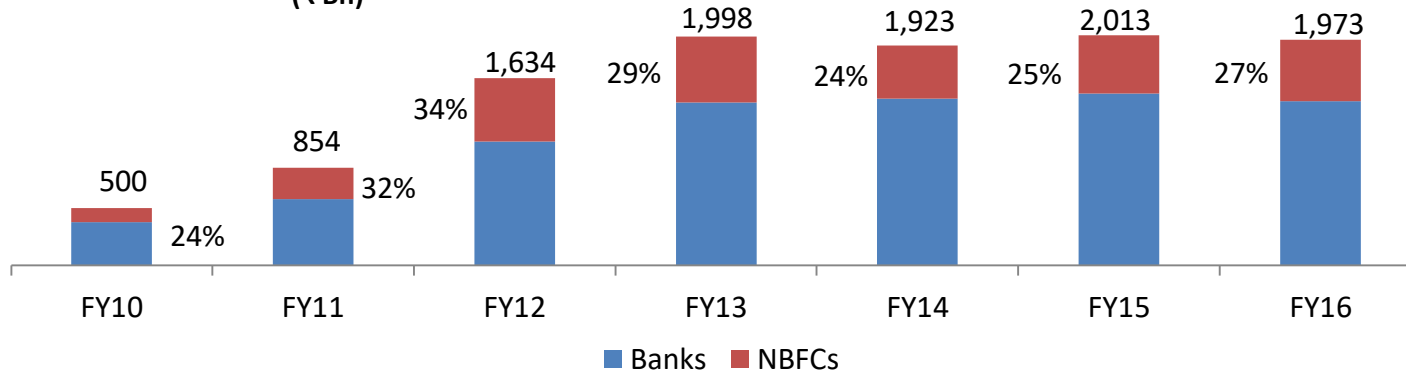
- Idle gold can be monetised for productive use
- Prompt disbursement: fast turnaround time
- Minimal documentation: further eased by Aadhar
- Flexible repayment options

For lenders

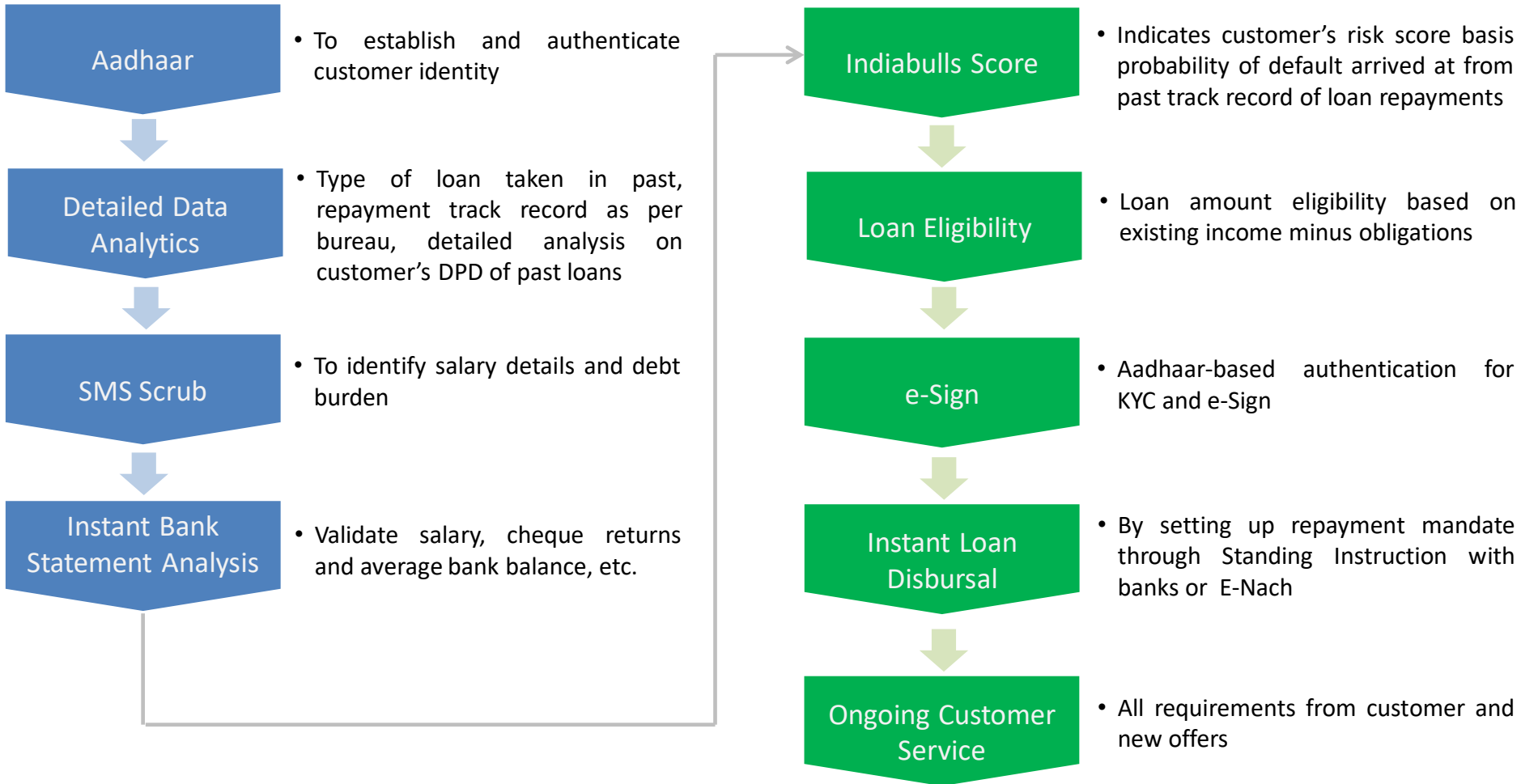
- Collateral in possession of lender
- No liquidity risks
- No asset-liability mismatch: loans are of 3 to 6 months
- Low NPAs

## Gold Loan AUM of Organised Lenders

(₹ Bn)



# First Time App-based Personal Loans



## New Brand of IVL Finance Ltd.

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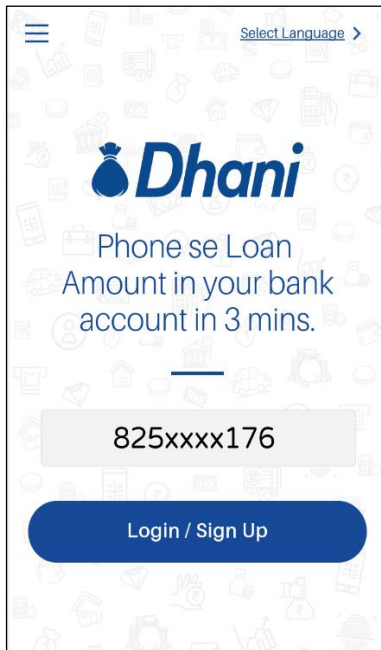
- Introducing new brand for the app under Indiabulls umbrella



- '*Dhani*' means '*Wealthy*' – The word '*Dhani*' is derived from Sanskrit and has the same meaning across all Indian languages

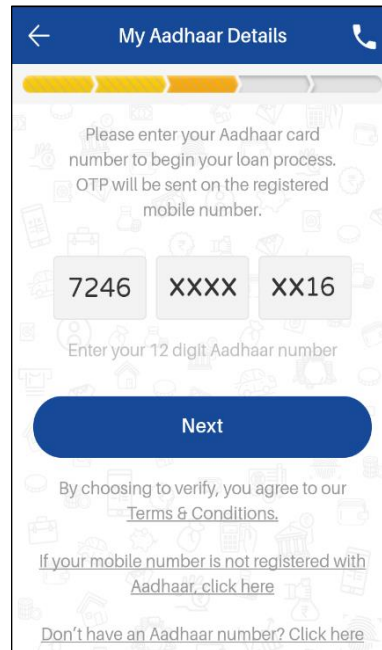
# Easy, Aadhaar-based Process Flow

## Application & Document Completion



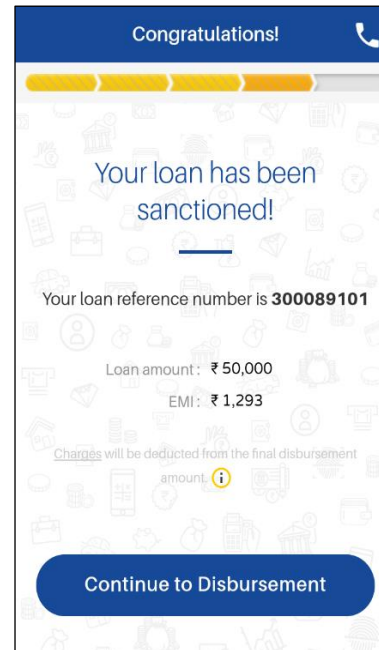
Simple and easy to use interface

## Aadhaar Based Verification and KYC



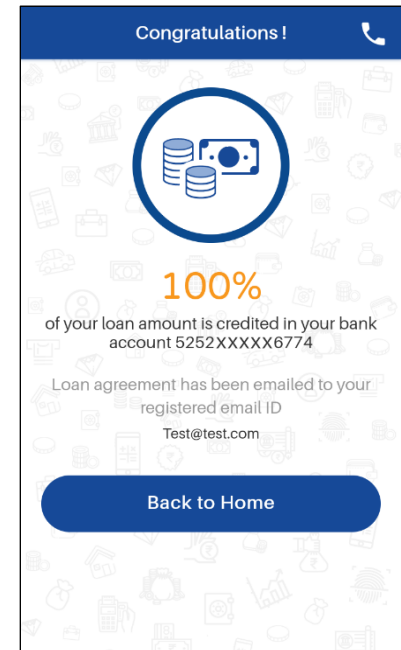
Verification through government approved Aadhaar

## Sanction



Instant credit decisioning based on detailed data analytics

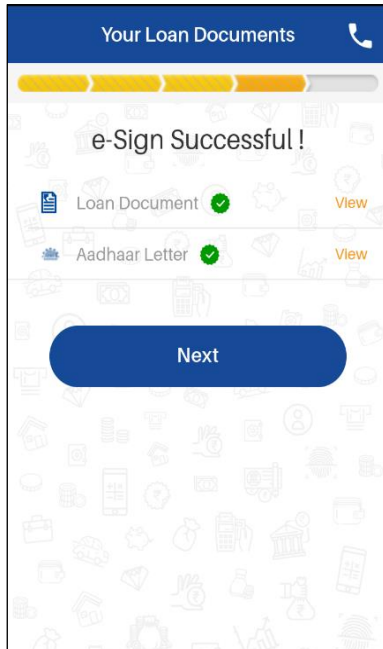
## Disbursal



Disbursement to customer's bank account

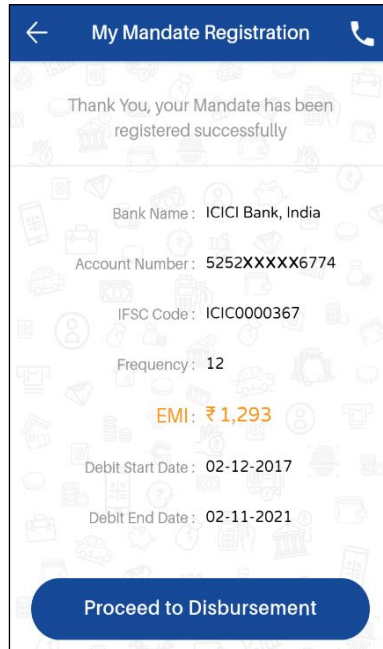
# Seamless and Simple Electronic Documents

## E-sign



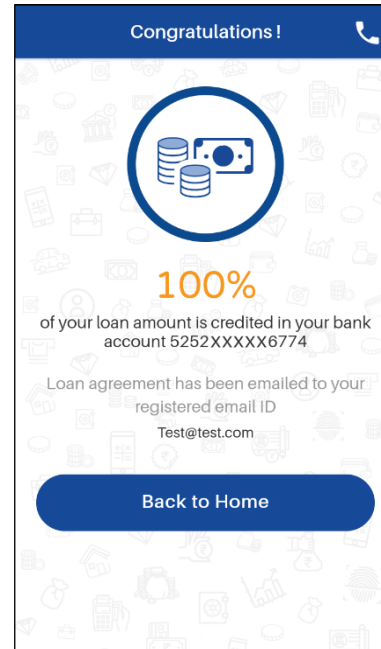
Single e-signature for multiple uploaded documents  
Replaces multiple signatures on physical forms  
Loan agreement e-signed

## Mandate Registration and Automatic Debit



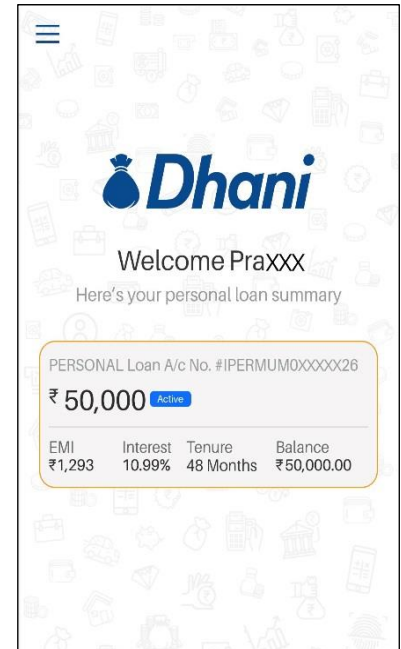
EMIs directly debited from customer's bank account through standing instructions or NACH mandate

## Instant Credit in Bank Account



Loan amount instantly transferred to the customer's account  
No necessity to visit the branch

## Customer Service



Service to existing customers provided through the Mobile App  
EMI details readily available in the App

# Eminent and Experienced Board of Directors



Board of Directors with pre-eminence and experience in diverse fields

- Mr. Sameer Gehlaut : Non-Executive Chairman
- Mr. Gagan Banga : Non-Executive Director
- Mr. Divyesh Shah : Executive Director and CEO
- Mr. Pinank Shah : Executive Director and CEO, IVL Finance Ltd.
- Mrs. Vijayalakshmi Iyer : Ex-Member of IRDAI
- Mr. Shyam Lal Bansal : Ex-Chairman & Managing Director of Oriental Bank of Commerce
- Mr. Alok Kumar Misra : Ex-Chairman & Managing Director of Bank of India
- Retd. Brig. Labh Singh Sitara : Honoured with the Dhyan Chand Award by the President of India

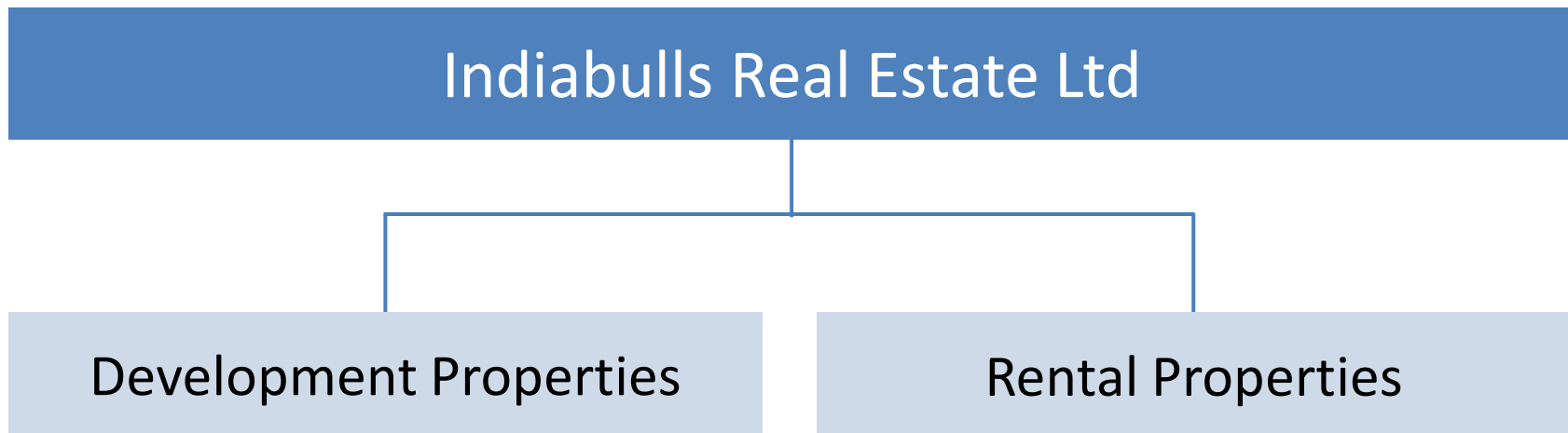
***Indiabulls***  
***REAL ESTATE***



# Major Reforms Related to Real Estate sector

<b>Regulatory Act (RERA)</b>	<b>GST</b>	<b>REIT</b>
Speedy settlement of disputes Boost foreign/domestic investment due to improvement in transparency	Single, unified market with tax transparency and predictability, promoting ease of doing business and improving supply chain efficiency	Tax benefit and clarity of regulations to lead to increased investor interest
<b>Housing for All by 2022</b>	<b>Liberalised FDI rules</b>	<b>Demonetisation</b>
Increased investment outlays Increased transparency to boost foreign/domestic investment	Liberalised FDI policy has helped boost fund flow  India has attracted a record US\$ 5.7 Bn of FDI inflows in real estate, besides receiving US\$ 32 Bn in PE funding	Increased participation likely to be seen from institutional players, as the operating environment becomes more transparent

Major reforms to benefit established players, with proven track record



# Rental Properties

Property	Leasable Area (Mn. sq.ft. )	Projected Annuity Revenue in FY 20-21 (₹ Bn)
<b>Completed Properties</b>		
Indiabulls Finance Centre & One Indiabulls Centre, Mumbai	3.3	6.9
One Indiabulls Park, Chennai	1.9	0.9
<b>Total</b>	<b>5.2</b>	<b>7.8</b>
<b>Properties under construction &amp; in Planning/Approval Process</b>		
Indiabulls Finance Centre, Mumbai	0.79	1.6
Worli, Mumbai	0.80	2.6
Sector 104, Gurgaon	0.40	0.4
Sector 106, Gurgaon	1.16	1.2
Sector 18, Udyog Vihar, Gurgaon	0.50	0.6
<b>Total</b>	<b>3.65</b>	<b>6.4</b>
<b>Grand Total</b>	<b>8.85</b>	<b>14.2</b>

The above calculations are on the basis of 91% occupancy. Our completed properties have 91% occupancy as on date.

# Rental Properties – Operational

## One Indiabulls Centre, Mumbai



## Indiabulls Finance Centre, Mumbai



## One Indiabulls Park, Chennai



# Development Properties

Project	Location	Area (Mn. sq. ft.)	Gross Development Value (GDV) (₹ Bn)	% Area Sold	Pending Collections from Area Sold (₹ Bn)	Pending Construction Cost (₹ Bn)	Net Surplus (₹ Bn)	Handover Expected in Next 4 to 5 Quarters
Blu Estate & Club, Worli	Mumbai	1.36	58.3	99.3%	27.1	5.3	22.3	✓
Indiabulls Greens, Panvel	Mumbai	8.73	43.9	86.9%	17.7	9.4	16.8	Handover Started
Indiabulls Golf City, Savroli	Mumbai	5.39	32.4	28.2%	6.4	10.4	19.1	✓
Centrum Park, Gurgaon	NCR	2.16	9.1	80.1%	0.7	0.2	3.0	Handover Started
Enigma, Gurgaon	NCR	1.76	11.2	90.9%	1.3	0.2	2.4	✓
Indiabulls Greens, Chennai	Chennai	2.07	8.2	59.4%	0.9	0.7	3.8	Handover Started
Indiabulls City, Sonapat	NCR	1.76	2.5	51.7%	0.2	0.1	1.5	Handover Started
One Indiabulls, Gurgaon	NCR	4.68	37.4	0.0%	-	12.7	24.8	
One Indiabulls, Vadodara	Vadodara	0.23	0.8	13.0%	0.1	0.1	0.6	✓
Indiabulls One 09	Gurgaon	1.10	8.7	21.8%	1.3	2.9	5.3	
Mega Mall, Jodhpur	Jodhpur	0.65	3.6	32.3%	0.5	0.9	2.2	✓
Indiabulls Seirra, Vizag	Vizag	0.84	2.7	81.0%	1.2	1.3	0.5	
One Indiabulls Thane	Mumbai	1.40	16.2	19.3%	2.4	4.9	11.1	
Sky Forest	Mumbai	1.63	38.4	65.6%	5.8	6.6	14.0	
Hanover Bond, Mayfair*	London	0.14	50.9	9.9%	3.1	14.6	36.3	
<b>Total</b>		<b>33.91</b>	<b>324.2</b>		<b>68.6</b>	<b>70.2</b>	<b>163.6</b>	

- Net Surplus = Pending Collections from Area Sold + Value of Unsold Inventory – Pending Construction Cost

- \* Exchange rate considered £1 = ₹ 87.7



# Development Properties



Blu Estate & Club, Mumbai



Blu Estate & Club, Mumbai



Sky Forest, Mumbai



Greens, Panvel



Golf City, Savroli



Centrum Park, Gurgaon



Enigma, Gurgaon



Greens, Chennai



Mega Mall, Jodhpur

# Rental & Development Properties Summary

## Rental Properties

Net Worth (₹ Bn)	25.0
Gross Debt (₹ Bn)	44.4
Net Debt (₹ Bn)	41.2
Annuity Revenue for H1 FY18 (₹ Bn)	3.5
Annualised Annuity Revenue for FY18 (₹ Bn) *	6.9

\* Annuity Revenue from completed properties based on existing agreements on leased area.

## Development Properties

Net Worth (₹ Bn)	33.2
Gross Debt (₹ Bn)	61.8
Net Debt (₹ Bn)	43.4
PAT for H1 FY18 <sup>#</sup> (₹ Bn)	3.3
Annualized RoE <sup>#</sup>	19.8%
Net Surplus from Ongoing Projects (₹ Bn)	163.6

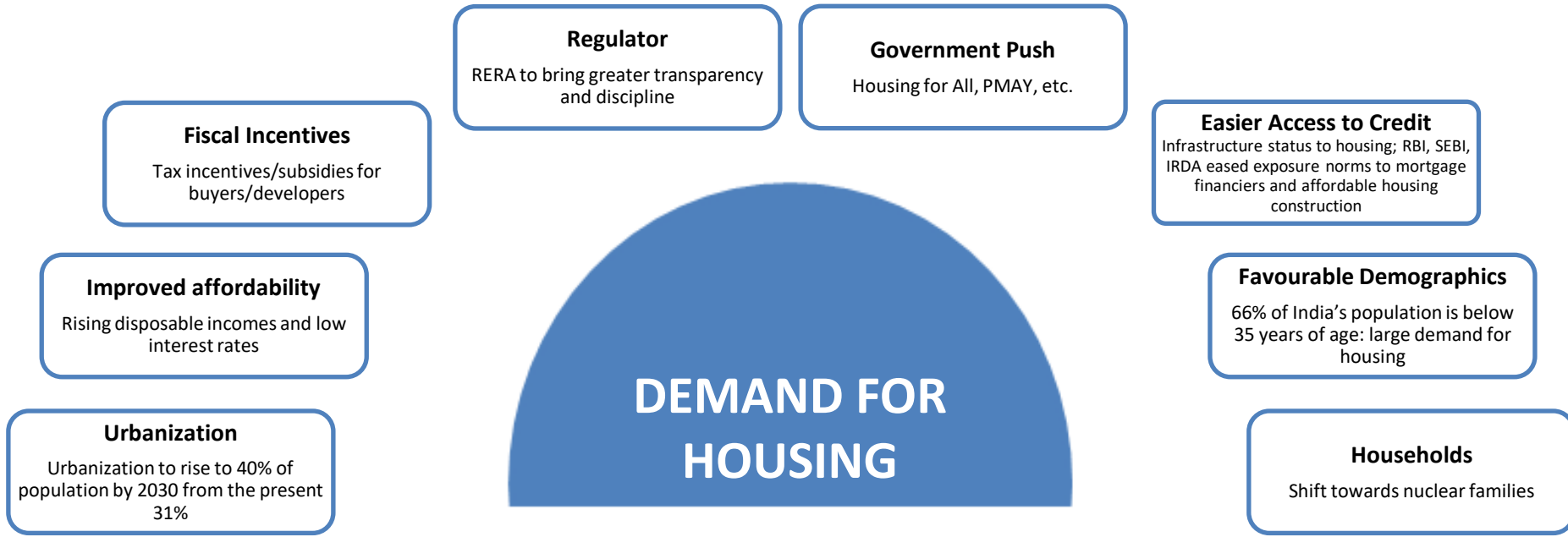
<sup>#</sup> Development Properties RoE is calculated after deducting PAT of Investment Properties

***Indiabulls***  
***HOUSING FINANCE***



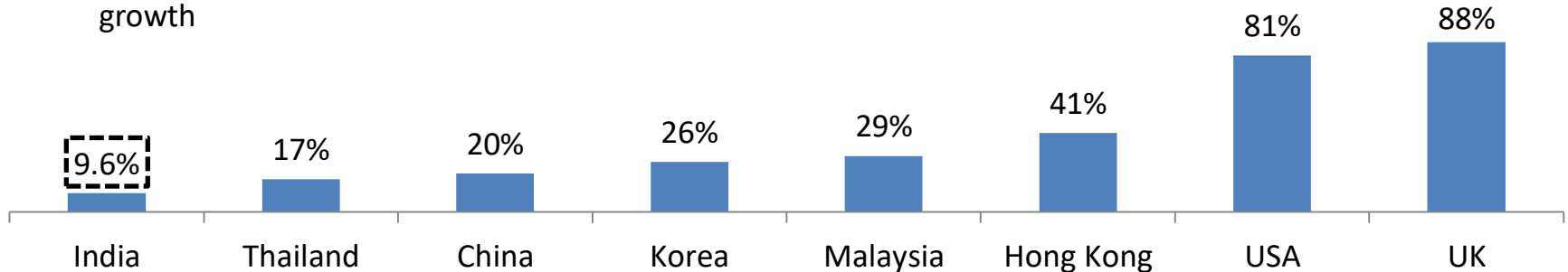
# Indian Home Loans Market

# Indian Housing Landscape



Effective mortgage rates in India are now the lowest in the world

- Low mortgage penetration compared to advanced and emerging economies implies huge opportunity for growth



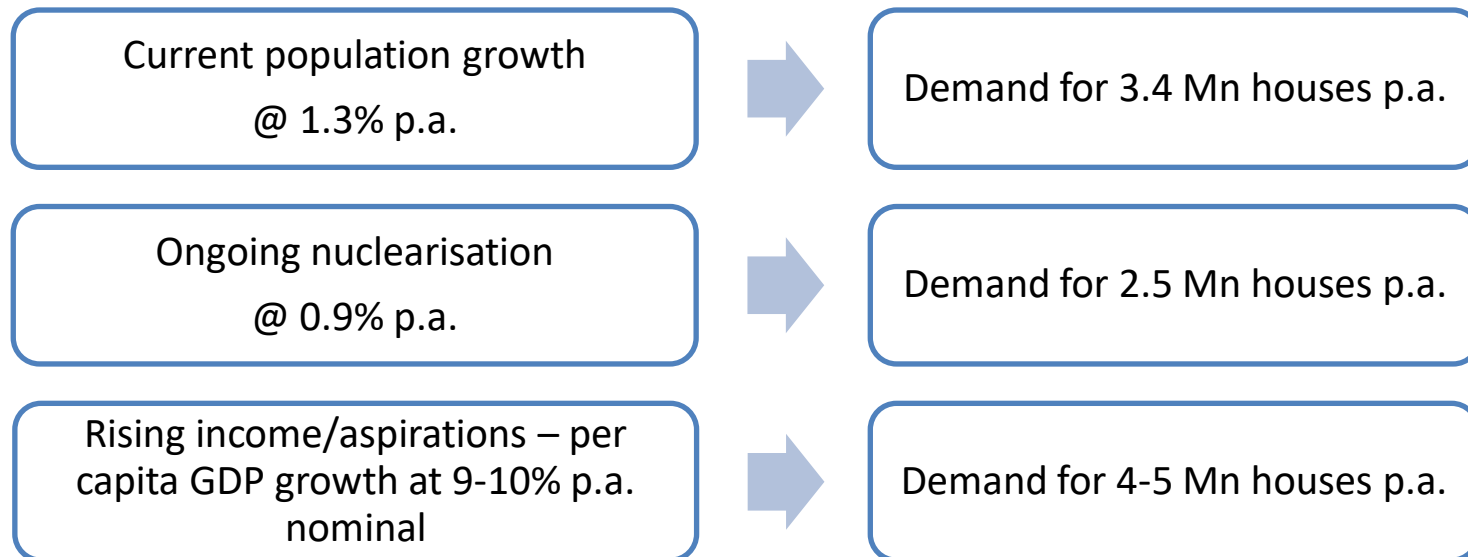
\* Source: World Bank

^ Source: RERA Act

# Source: Ministry of Statistics and Programme Implementation

# Housing Demand in India

- Estimated housing shortage: ~ 40 Mn houses (urban & rural)
- Drivers of incremental demand:



- Total incremental demand for houses over 10 Mn p.a.
- **Total opportunity over the next 7 years expected to be ~70 Mn houses**

# Housing: From Social Objective to Centrepiece Economic Policy

Opportunity to propel rural and urban economic activity and revive the capex cycle

- Housing sector: 4th largest employment provider in India\*: employment for both semi-skilled and unskilled labour
- Real estate construction has a large multiplier effect on the economy with linkages to many sectors
- Housing sector accounts for ~5% of GDP

## Coordinated policy measures aimed at all sections of the housing market

### Home Buyers

- Incentives from PMAY subsidy and tax deductions
- Home loan rates in affordable housing at 0.30%
- RERA in place: transparency and delivery visibility to buyers
- 90% of government run pension fund EPFO can be withdrawn for house purchase

### Real Estate Developers

- 100% tax exemption on affordable housing construction for developers
- Faster building permissions
- RERA in place: transparency and delivery visibility to buyers

### Housing Finance Companies

- Infrastructure status for affordable housing, enabling easier institutional credit
- RBI, SEBI and IRDA have coordinated policies to ease access to funding
- Reduction in risk weights and easing of LTV caps

# PMAY and Tax Incentives for Mid-Income Affordable Housing

## Illustration for Indiabulls Housing's average Home Loan

- House value : ₹ 3,500,000
- Home loan amount : ₹ 2,400,000 (Loan to value of 70%)
- PMAY subsidy : ₹ 230,156
- Net loan amount : ₹ 2,169,844

Years	Opening Loan Principal	Interest Payment (@ 8.35%)	Principal Repayment (pre-payment up till ₹ 150,000 p.a. to maximise tax benefit)	Tax Saved*	Net Amount Paid (Net of Tax Savings)
1	2,169,844	179,524	150,000	101,823	227,701
2	2,019,844	166,509	150,000	97,801	218,708
3	1,869,844	153,493	150,000	93,779	209,714
4	1,719,844	140,477	150,000	89,758	200,720
5	1,569,844	127,462	150,000	85,736	191,726
6	1,419,844	114,446	150,000	81,714	182,732
7	1,269,844	101,431	150,000	77,692	173,738
8	1,119,844	88,415	150,000	73,670	164,745
9	969,844	75,399	150,000	69,648	155,751
10	819,844	62,384	161,115	65,627	157,873
11	658,729	48,403	175,096	61,307	162,192
12	483,633	33,210	190,289	56,612	166,887
13	293,344	16,699	206,800	51,510	171,989
14	86,544	1,748	86,544	27,282	61,010
<b>Total</b>		<b>1,309,600</b>	<b>2,169,844</b>	<b>1,033,959</b>	<b>2,445,486</b>

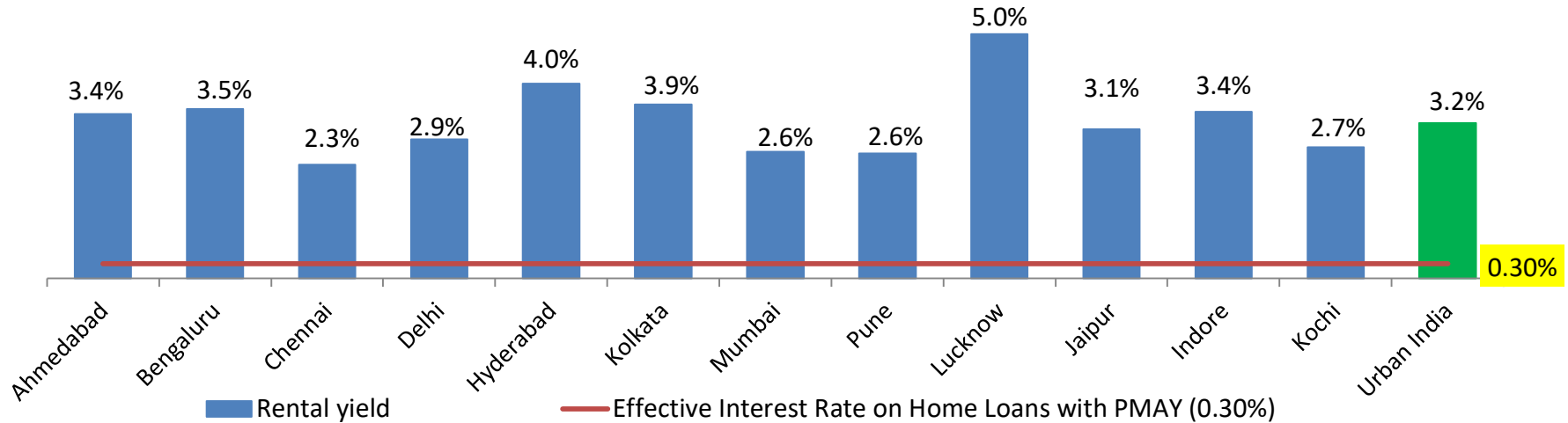
\* Tax saved = 30.90% of [interest paid up to ₹ 250,000 + principal paid up to ₹ 150,000]

Effective Interest Rate on Home Loan	0.30% p.a.
--------------------------------------	------------

- Interest subsidy benefit under PMAY scheme extended by 15 months up till March 2019

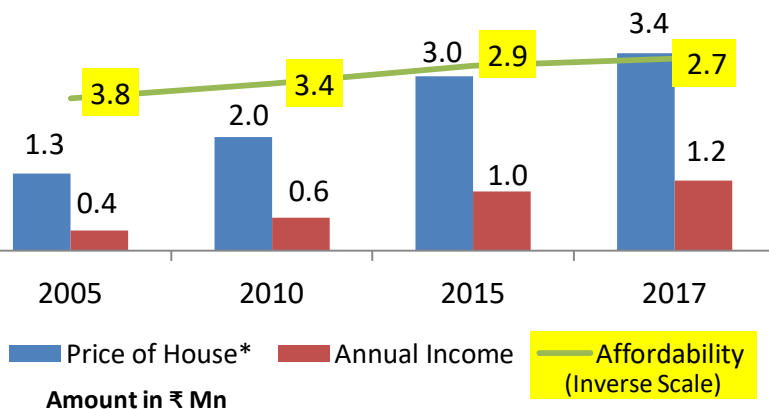
# EMI Smaller than Rent Cheque: PMAY and Tax Incentive for Mid-Income Affordable Housing

Rental Yield v/s Home Loan Cost



Source: NHB; Industry reports

Increasing Affordability



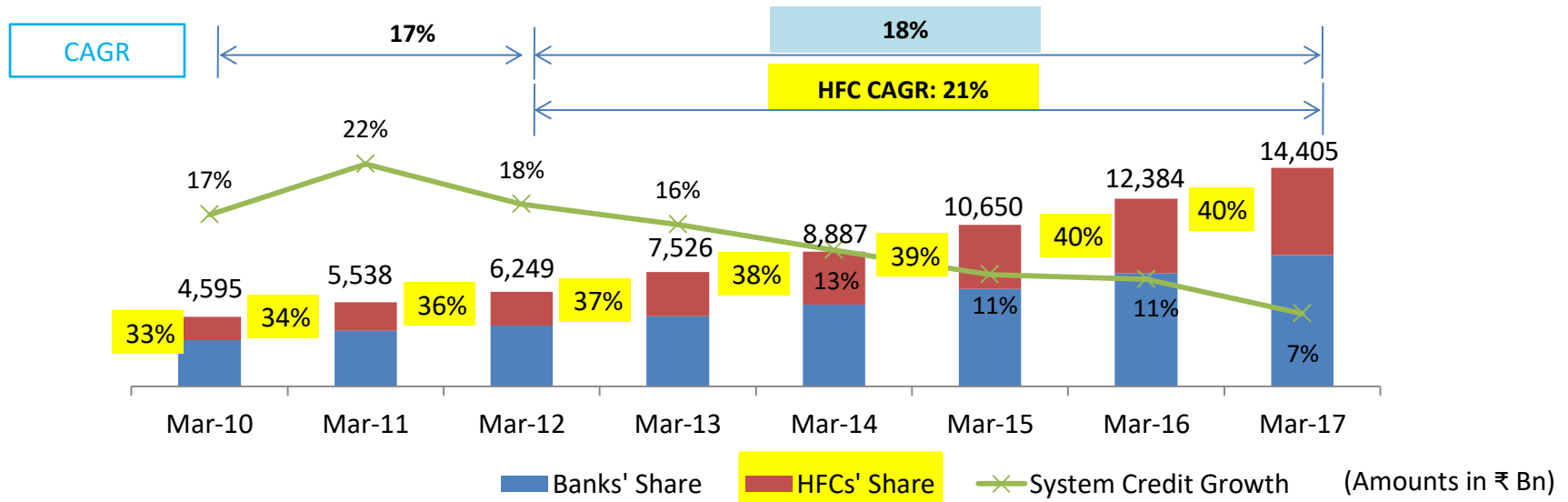
- Owning a home costs only 30 bps against a 320 bps cost for renting the same home

Affordability is defined as "Price of House" divided by the "Annual Income"

\* Source: NHB; Industry reports

# Mortgage Market Growth: HFCs Stealing a March

Growing HFC Market Share in a Steadily Expanding Home Loans Market



- HFCs continue to outpace banks in housing credit, growing between 15% and 30% vs. 11% for banks
- According to NHB data, disbursements of sub ₹ 2.5 Mn home loans grew by 33% in FY17 driving growth in overall home loan disbursements by 23%. Disbursements of sub ₹ 2.5 Mn home loans now form 76% of all home loan disbursements

# Financial and Operational Highlights



# Business Update

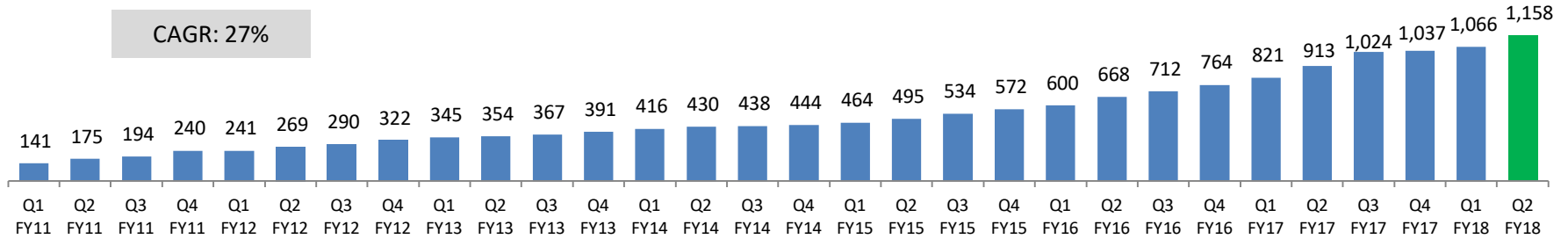
## Key Financial Highlights

	H1 FY 17-18	FY17	FY16
Balance Sheet (₹ Bn)	1,157.53	1,037.05	764.36
Loan Assets (₹ Bn)	1,002.57	913.01	686.83
NII (₹ Bn)	27.13	47.68	37.94
PAT (₹ Bn)	16.49	29.06	23.45
EPS (₹)	38.87	68.80	59.84
GNPA	0.78%	0.85%	0.84%
NNPA	0.31%	0.36%	0.35%

# Consistent Track Record

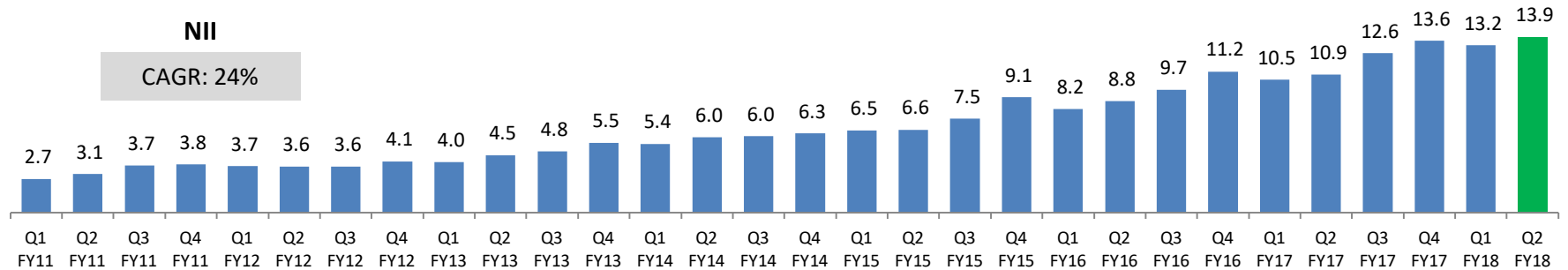
## Balance Sheet

CAGR: 27%



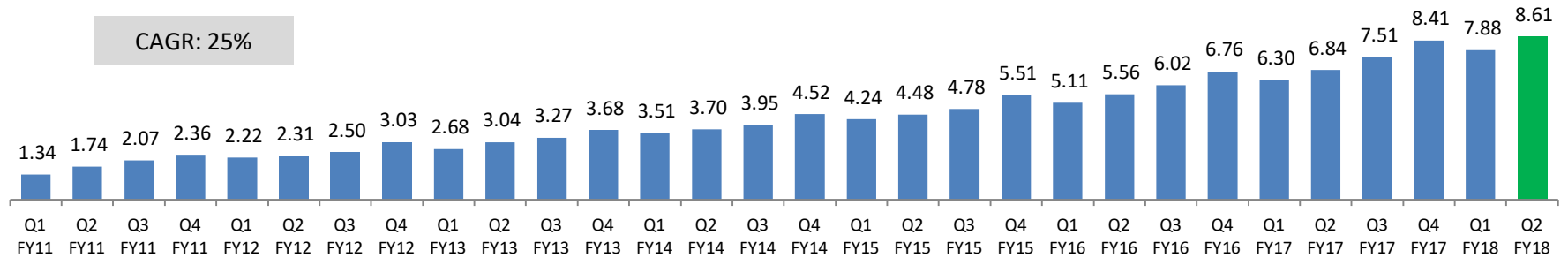
## NII

CAGR: 24%



## PAT

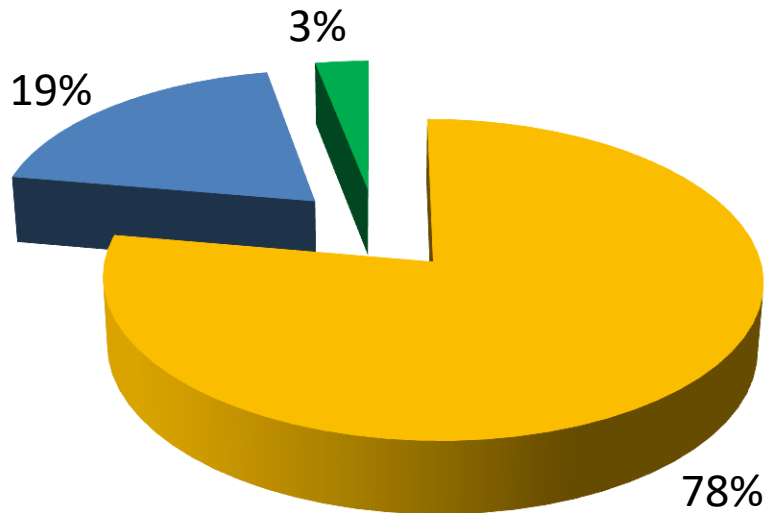
CAGR: 25%



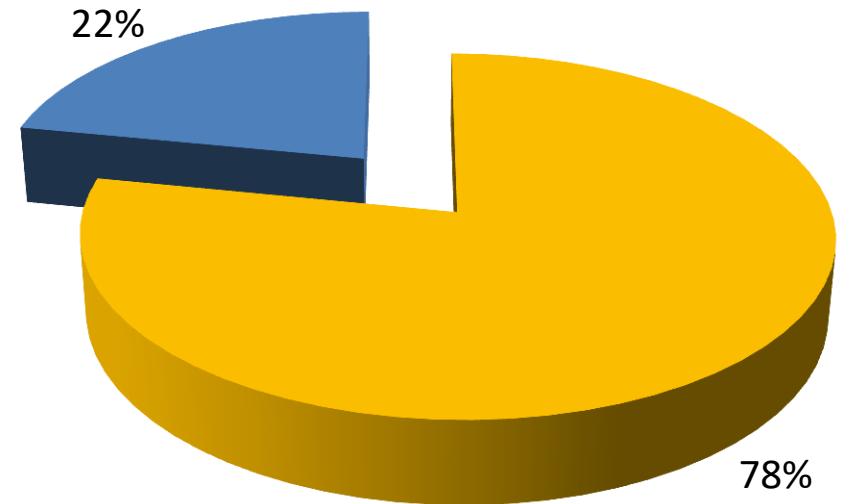
Amounts in ₹ Bn

# Balance Sheet Assets and Loan Assets

### Balance Sheet Assets



### Loan Assets



■ Loan Book ■ Cash & Liquid Investments\* ■ Other Assets

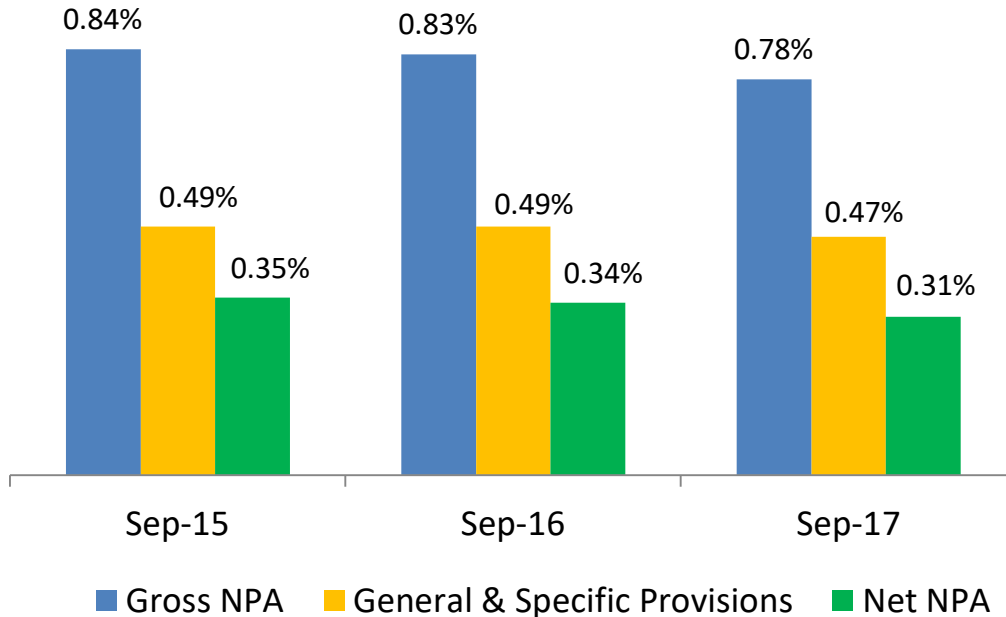
■ Retail Mortgage Loan ■ Corporate Mortgage Loans

- Home loans, which form the majority of incremental disbursements, are disbursed at an average ticket size of ₹ 2.4 Mn; average LTV of 72% (at origination)

\*Cash, Cash Equivalents and Investments in Liquid Debt Instruments

US \$ amounts are converted based on the exchange rate of US \$1 = ₹ 65

# Asset Quality



(as % of Total Loan Assets)

As at September 30, 2017

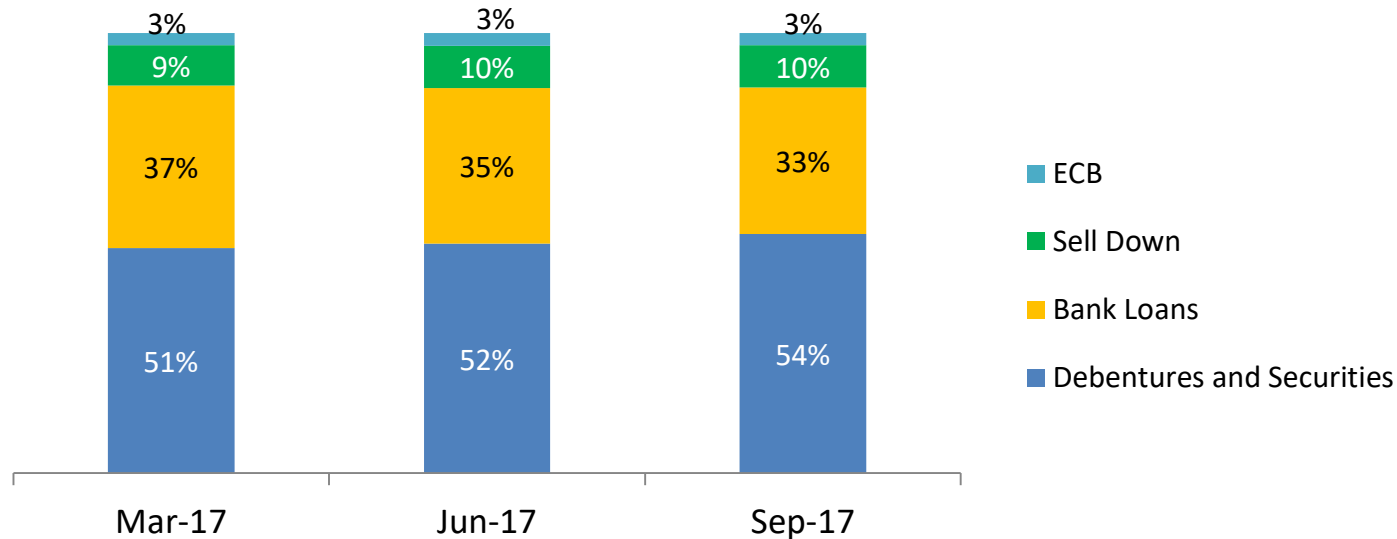
	(in ₹ Bn)
NPA (90+ dpd*):	7.82
Provisions for Contingencies:	12.24
Of which	
NPAs:	4.71
Other provisioning:	7.53
Regulatory Provisioning:	7.70
Excess Provisioning over Regulatory Provisioning:	4.54

Provisioning Cover : 157% of GNPA

- NPAs have dropped to their lowest level in 20 quarters with Gross NPA at 0.78% and Net NPA at 0.31% driven by increasing share of low-risk home loans
- Standard Asset Provision and Counter-cyclical Provisions are over and above General and Specific Provision pool and are not netted off against Gross NPAs in calculation of Net NPAs
- Standard asset provisioning rates are 0.4% for housing loans and 1.0% for non-housing loans

# Liabilities Profile

# Change in Funding Mix



	Total Funding (₹ Bn)		Net Incremental in 6 Months	Contribution to Incremental Borrowings in last 6 Months
	Sep 17	Mar 17		
Bank Loans	353.2	346.6	6.6	5.0%
Debentures and Securities	585.8	480.5	105.3	80.2%
ECB	29.4	25.9	3.5	2.6%
<b>Total Borrowing</b>	<b>968.4</b>	<b>853.0</b>	<b>115.4</b>	<b>87.8%</b>
Sell Down	102.9	86.9	16.0	12.2%
<b>Total</b>	<b>1,071.3</b>	<b>939.9</b>	<b>131.4</b>	<b>100.0%</b>

- 92% of incremental funding in H1 FY18 was from debentures and securities and loan sell downs
- ₹ 397.0 Bn of debenture and securities raised in 18 months since March 2016 is nearly twice that of ₹ 220 Bn raised in 36 months spanning FY 13-14 to FY 15-16; and is more than 4x of that raised in FY 2015-16

# Eminent and Experienced Board of Directors

Board of Directors with pre-eminence and experience in diverse fields

- Mr. Sameer Gehlaut : Executive Chairman
- Mr. Gagan Banga : Vice Chairman, Managing Director and CEO
- Dr. K.C. Chakrabarty : Former Deputy Governor, The Reserve Bank of India
- Justice Gyan Sudha Misra : Retired Justice, Supreme Court of India
- Justice Bisheshwar Prasad Singh : Retired Justice, Supreme Court of India
- Mrs. Manjari Kacker : Former member of CBDT (Central Board of Direct Taxes)
- Brig. Labh Singh Sitara : Honoured with the Dhyan Chand Award by the President of India
- Mr. Samsheer Singh Ahlawat : 20 years of banking experience in senior management positions
- Mr. Prem Prakash Mirdha : Business background with expertise in SME sector
- Mr. Ashwini Kumar Hooda : Deputy Managing Director
- Mr. Ajit Kumar Mittal : Executive Director, Ex-Reserve Bank of India
- Mr. Sachin Chaudhary : Chief Operating Officer

# Credit Ratings

	Long Term Rating	Short Term Rating
ICRA(A Moody's Investor Service Company)	AAA	A1+
CARE Ratings	AAA	A1+
Brickwork Ratings	AAA	
CRISIL (a Standard & Poor's Company)	AA+ [Outlook: Positive]	A1+



Thank You