

# Indiabulls

## Indiabulls Financial Services Limited Unaudited Consolidated Financial Results for the quarter ended June 30, 2009

Particulars	(Rupees in Lakhs)		
	Quarter ended		Year ended
	30.06.09 (Unaudited)	30.06.08 (Unaudited)	31.03.09 (Audited)
1 a) Income from Operations	32,453.19	35,617.68	158,452.06
b) Other Operating Income	7,019.05	20,748.65	41,856.72
<b>Total</b>	<b>39,472.24</b>	<b>56,366.33</b>	<b>200,308.78</b>
2 Expenditure			
a) Employees Cost	3,068.04	4,393.19	16,689.23
b) Depreciation	197.01	186.42	780.96
c) Operating Expenses	237.07	1,085.64	2,270.55
d) Administrative & Other Expenses	6,473.67	7,352.62	60,226.50
<b>Total</b>	<b>9,975.79</b>	<b>13,017.87</b>	<b>79,967.24</b>
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	29,496.45	43,348.46	120,341.54
4 Other Income	127.11	94.79	269.87
5 Profit before Interest & Exceptional Items (3+4)	29,623.56	43,443.25	120,611.41
6 Interest and Finance Charges	18,458.33	23,376.69	102,865.73
7 Profit after Interest but before Exceptional Items (5-6)	11,165.23	20,066.56	17,745.68
8 Exceptional Items	-	-	-
<b>9 Profit from Ordinary Activities before Tax (7-8)</b>	<b>11,165.23</b>	<b>20,066.56</b>	<b>17,745.68</b>
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	3,758.46	5,173.68	7,149.80
<b>11 Net Profit from Ordinary Activities after Tax (9-10)</b>	<b>7,406.77</b>	<b>14,892.88</b>	<b>10,595.88</b>
12 Extraordinary Items (net of tax expenses Rs. NIL)	-	-	-
<b>13 Net Profit for the period before Minority Interest (11-12)</b>	<b>7,406.77</b>	<b>14,892.88</b>	<b>10,595.88</b>
14 Minority Interest	216.45	210.86	651.24
<b>15 Net Profit from Ordinary Activities after Tax and Minority Interest (13-14)</b>	<b>7,190.32</b>	<b>14,682.02</b>	<b>9,944.64</b>
16 Preference Dividend for the period (including corporate dividend tax thereon)	457.55	457.55	1,835.25
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	5,072.60	5,068.54	5,072.60
18 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	15,686.54	15,686.54	15,686.54
19 Reserves excluding Revaluation Reserves	328,711.42	334,046.49	321,914.38
20 Minority Interest	14,084.39	9,711.83	10,315.02
21 Share of Reserves and Surplus in Associate (included in other income above)	1.42	1.41	7.10
22 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	2.65	5.61	3.13
-Diluted	2.61	5.53	3.11
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	2.65	5.61	3.13
-Diluted	2.61	5.53	3.11
23 Public Shareholding			
- Number of Equity Shares	144,261,051	147,796,473	133,853,485
- Percentage of shareholding	56.88%	58.32%	52.78%
24 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)	0.00%	-	0.00%
- Percentage of shares (as a% of the total share capital of the company)	0.00%	-	0.00%
b) Non-encumbered			
-Number of shares	75,368,614	-	75,368,614
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	-	100.00%
- Percentage of shares (as a% of the total share capital of the company)	29.72%	-	29.72%
<b>Notes to Financial Results:</b>			
1 Indiabulls Financial Services Limited conducts its operations along with its subsidiaries and associate. The Consolidated financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of Consolidated Accounts as set out in the Accounting Standards (AS 21 and AS 23) notified by the Companies (Accounting Standards) Rules, 2006. The financial statements of the parent Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, transactions and resulting unrealized gains / losses. The investment in associate is accounted on "Equity Method". The consolidated financial statements are prepared by applying uniform accounting policies.			
2 Figures for the prior year / periods have been regrouped and / or reclassified wherever considered necessary.			
3 <b>Segment Results</b>			
Particulars	(Rupees in Lakhs)		
	Quarter ended		Year ended
	30.06.09 (Unaudited)	30.06.08 (Unaudited)	31.03.09 (Audited)
1 <b>Segment Revenue</b>			
Investing & Financing related activities	39,505.12	49,442.12	197,198.55
Fee Income	84.15	2,452.43	3,076.18
Others	-	4,565.16	296.43
<b>Total</b>	<b>39,589.27</b>	<b>56,459.71</b>	<b>200,571.16</b>
Less: Inter Segment Revenue	-	-	-
<b>Income from Operations</b>	<b>39,589.27</b>	<b>56,459.71</b>	<b>200,571.16</b>
2 <b>Segment Results profit before Tax and Interest</b>			
Investing & Financing related activities	11,455.10	13,541.79	41,773.94
Fee Income	82.54	2,432.70	3,024.69
Others	-	4,256.42	(24,646.33)
<b>Total</b>	<b>11,537.64</b>	<b>20,230.91</b>	<b>20,152.30</b>
(i) Less: Interest	-	-	-
(ii) Other un-allocable expenditure net off unallocable income	372.41	164.35	2,406.62
<b>Total Profit Before Tax</b>	<b>11,165.23</b>	<b>20,066.56</b>	<b>17,745.68</b>
3 <b>Capital Employed (Segment Assets - Segment Liabilities)</b>			
Investing & Financing related activities	349,377.33	367,985.22	346,321.99
Fee Income	840.14	1,960.27	735.37
Others	-	(4,645.24)	-
Unallocable Capital Employed	13,337.48	(786.85)	5,931.16
<b>Total</b>	<b>363,554.95</b>	<b>364,513.40</b>	<b>352,988.52</b>
Note: "Others" business segment constitutes profit on investment / dealing in securities. This not being the normal business activity of the company the same is shown as "Others".			

**Indiabulls Financial Services Limited (as standalone entity)**  
**Unaudited Financial Results**  
**for the quarter ended June 30, 2009**

(Rupees in Lakhs)

Particulars	Quarter ended		Year ended
	30.06.09 (Unaudited)	30.06.08 (Unaudited)	31.03.09 (Audited)
1 a) Income from Operations	28,164.36	31,579.52	140,957.03
b) Other Operating Income	6,331.67	14,886.32	37,132.51
<b>Total</b>	<b>34,496.03</b>	<b>46,465.84</b>	<b>178,089.54</b>
2 Expenditure			
a) Employees Cost	2,404.00	3,672.49	13,836.30
b) Depreciation	172.07	161.51	680.89
c) Operating Expenses	191.42	886.50	1,919.38
d) Administrative & Other Expenses	5,755.77	5,733.72	43,413.05
<b>Total</b>	<b>8,523.26</b>	<b>10,454.22</b>	<b>59,849.62</b>
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	25,972.77	36,011.62	118,239.92
4 Other Income	123.24	92.77	261.32
5 Profit before Interest & Exceptional Items (3+4)	26,096.01	36,104.39	118,501.24
6 Interest and Finance Charges	16,870.08	21,876.95	93,811.63
7 Profit after Interest but before Exceptional Items (5-6)	9,225.93	14,227.44	24,689.61
8 Exceptional Items	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	9,225.93	14,227.44	24,689.61
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	3,108.61	3,716.47	5,672.40
11 Net Profit from Ordinary Activities after Tax (9-10)	6,117.32	10,510.97	19,017.21
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-
13 Net Profit for the period (11-12)	6,117.32	10,510.97	19,017.21
14 Preference Dividend for the period (including corporate dividend tax thereon)	457.55	457.55	1,836.25
15 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	5,072.60	5,068.54	5,072.60
16 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	15,686.54	15,686.54	15,686.54
17 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 200	-	-	299,941.26
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	2.23	3.97	6.78
-Diluted	2.20	3.91	6.72
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	2.23	3.97	6.78
-Diluted	2.20	3.91	6.72
19 Public Shareholding			
- Number of Equity Shares	144,261,051	147,796,473	133,853,485
- Percentage of shareholding	56.88%	58.32%	52.78%
20 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)	0.00%	-	0.00%
- Percentage of shares (as a% of the total share capital of the company)	0.00%	-	0.00%
b) Non-encumbered			
- Number of shares	75,368,614	-	75,368,614
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	-	100.00%
- Percentage of shares (as a% of the total share capital of the company)	29.72%	-	29.72%
Items exceeding 10% of Total Expenditure			
--Bad Loans written off	4,193.55	2,813.73	28,631.82

**Notes to Financial Results:**

- The consolidated and standalone financial results of Indiabulls Financial Services Limited ('IBFSL', 'the Company') for the quarter ended June 30, 2009 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 31, 2009. The financial results pertaining to IBFSL as a standalone entity have been subjected to a limited review by the Statutory Auditors of the Company.
- Subsequent to the quarter end and pursuant to the approval of the shareholders at their Extraordinary/General Meeting held on July 18, 2009, the Company issued 56,140,350 Equity shares (Face value of Rs. 2 each) at a premium of Rs. 169 per equity share amounting to USD 200 million (United States Dollars Two Hundred Million) or its Indian Rupees equivalent amounting to Rs. 9,599,999,860 (Rupees Nine hundred Fifty Nine crore, Ninety Nine lacs Ninety Nine thousand Eight hundred and fifty only) by way of a Qualified Institutions Placement within the meaning of Chapter XIII-A of SEBI (Disclosure and Investor Protection) Guidelines, 2000 as amended.
- The Board of Directors of the Company at its meeting held on June 06, 2009 has recommended a dividend of Rs.2 per Equity share (face value of Rs.2 per Equity share) for the financial year ended March 31, 2009, subject to the approval of shareholders at the Annual General Meeting of the Company.
- The Joint Venture between Indiabulls Financial Services Limited (IBFSL) and MMTC Ltd. for setting up the Indian Commodity Exchange Limited (ICEL) (earlier known as International Multi Commodity Exchange Limited) is set to go live in the near future. In line with the Government of India ownership guidelines, as of date, ICEL has fully received its entire capital contribution of Rs. 10,000 Lakhs from Indiabulls Financial Services Ltd (40%), MMTC Ltd (26%), Indian Potash Ltd (10%), United Stock Exchange of India Ltd (10%) and Abhinay Trading Private Ltd (14%), of which Rs. 9,995 Lakhs was pending allotment. During the current quarter, out of the said Rs. 9,995 Lakhs pending allotment, ICEL issued Equity shares (Face value of Rs. 10/- each) 39,950,000 to IBFSL, 26,000,000 to MMTC Limited and 10,000,000 to Indian Potash Limited. As a result thereof, the stake of IBFSL diluted from 100% to 52.63% as at June 30, 2009. Subsequent to the quarter end, in compliance with the directions of Forward Market Commission, ICEL also refunded Rs. 1,000 Lakhs received earlier from United Stock Exchange of India Ltd in the form of Share application money.

**Segment Results**

(Rupees in Lakhs)

Particulars	Quarter ended		Year ended
	30.06.09 (Unaudited)	30.06.08 (Unaudited)	31.03.09 (Audited)
1 Segment Revenue			
Investing & Financing related activities	34,535.57	44,407.17	176,040.46
Fee Income	83.70	2,151.44	2,310.40
Others	-	-	-
<b>Total</b>	<b>34,619.27</b>	<b>46,558.61</b>	<b>178,350.86</b>
Less: Inter Segment Revenue	-	-	-
<b>Income from Operations</b>	<b>34,619.27</b>	<b>46,558.61</b>	<b>178,350.86</b>
2 Segment Results profit before Tax and Interest			
Investing & Financing related activities	9,351.63	12,207.05	24,271.72
Fee Income	82.09	2,149.75	2,303.13
Others	-	-	(225.46)
<b>Total</b>	<b>9,433.72</b>	<b>14,356.80</b>	<b>26,349.39</b>
(i) Less: Interest	-	-	-
(ii) Other un-allocable expenditure net off unallocable income	207.79	129.36	1,659.78
<b>Total Profit Before Tax</b>	<b>9,225.93</b>	<b>14,227.44</b>	<b>24,689.61</b>
3 Capital Employed (Segment Assets - Segment Liabilities)			
Investing & Financing related activities	320,959.54	335,606.65	316,541.14
Fee Income	148.35	1,137.36	48.71
Others	-	-	-
Unallocable Capital Employed	5,252.27	(17,321.98)	4,110.53
<b>Total</b>	<b>326,360.16</b>	<b>319,422.03</b>	<b>320,700.38</b>

Note: "Others" business segment constitutes profit on investment / dealing in securities. This not being the normal business activity of the company the same is shown as "Others".

6 Number of Investor Complaints received and disposed off during the quarter ended June 30, 2009:

Opening: Nil, Received: 27, Disposed Off: 27, Pending: Nil

7 Figures for the prior year / periods have been regrouped and / or reclassified wherever considered necessary.

Registered Office: F-60, Malhotra Building, 2nd Floor, Connaught Place, New Delhi 110 001.

For and on behalf of Board of Directors

Place : Mumbai  
Date : July 31, 2009

Gagan Banga  
CEO