



Indiabulls Financial Services Limited

Unaudited Consolidated Financial Results

for the quarter and half year ended 30 September 2004

(Rupees in thousands)

Particulars	Quarter ended		Half year ended		Year ended 31.03.04 (Audited)
	30.09.04 (Unaudited)	30.09.03 (Unaudited)	30.09.04 (Unaudited)	30.09.03 (Unaudited)	
Income from Operations	279,416	167,579	500,511	257,650	697,540
Other Income	4,611	18	14,852	530	21,946
Total Revenue	284,027	167,597	515,363	258,180	719,486
Operating Expenses	36,105	32,057	62,983	44,874	119,625
Employee Remuneration & Benefits	53,929	24,786	104,210	35,321	109,436
Administrative & Other Expenses	26,992	23,019	74,683	39,301	125,035
Deferred employee compensation expense	2,250	-	4,500	-	-
Total Expenditure	119,276	79,862	246,376	119,496	354,096
Interest and Finance Charges	19,206	15,958	31,069	23,092	45,299
Depreciation	4,348	2,583	8,028	5,079	11,117
Profit before tax	141,197	69,194	229,890	110,513	308,974
Provision for taxation	52,846	27,381	86,117	45,846	115,435
Net Profit	88,351	41,813	143,773	64,667	193,539
Paid-up equity share capital	217,500	157,125	217,500	157,125	163,125
Reserves excluding revaluation reserves	1,372,886	210,912	1,372,886	210,912	860,068
Earnings per share (Face value of Rs.2 per share)-Basic	0.87	0.53	1.36	0.83	2.37
-Diluted	0.83	0.53	1.29	0.83	2.23
Preference Dividend - subsidiary	15,368	-	30,689	-	7,033
Aggregate of Non-promoters' shareholding					
Number of shares	60,133,389	6,777,149	60,133,389	6,777,149	36,885,745
Percentage of holding	55.30%	43.13%	55.30%	43.13%	45.22%

Notes :

- Indiabulls Financial Services Ltd. conducts its operations alongwith its subsidiary Companies - Indiabulls Securities Ltd., Indiabulls Commodities Pvt. Ltd. and Indiabulls Insurance Advisors Pvt. Ltd.
- Principles of consolidation : The financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated financial statements as set out in the Accounting Standard on Consolidated Financial Statements prescribed by the Institute of Chartered Accountants of India. 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 and transactions and resulting unrealized gains / losses. The consolidated financial statements are prepared by applying uniform accounting policies.
- The company has split the nominal value of its equity share from Rs. 10/- per equity share to Rs. 2/- per equity share on February 3, 2004. Accordingly the details as regards earning per share as stated above in respect of the previous accounting year/periods, has been restated to reflect the above change.
- The earnings considered in ascertaining the company's Earnings Per Share comprises of the Net Profit after Tax and after payment of Preference Dividend to Preference Shareholders. The number of shares used in computing the basic earnings per share is the weighted average number of shares outstanding during the period / year and are adjusted for bonus shares and sub division of shares for all periods / years presented in these financial statements. The number of shares used in computing diluted Earnings Per Share comprises of the weighted average shares considered for deriving basic Earnings Per Share and also the weighted average number of shares, if any, would have been issued on the conversion of all dilutive potential equity shares.
- Figures for the prior periods have been regrouped and / or reclassified wherever considered necessary.

Indiabulls Financial Services Limited (as standalone entity)

Unaudited Financial Results for the quarter and half year ended 30 September 2004

(Rupees in thousands)

Particulars	Quarter ended		Half year ended		Year ended 31.03.04 (Audited)
	30.09.04 (Unaudited)	30.09.03 (Unaudited)	30.09.04 (Unaudited)	30.09.03 (Unaudited)	
Income from Operations	74,205	119	137,188	173	2,829
Other Income	179	-	692	-	6,762
Total Revenue	74,384	119	137,880	173	9,591
Operating Expenses	2,200	-	3,365	-	5
Employee Remuneration & Benefits	393	31	509	73	269
Administrative & Other Expenses	708	138	1,592	151	384
Deferred employee compensation expense	2,250	-	4,500	-	-
Total Expenditure	5,551	169	9,966	224	658
Interest and Finance Charges	12,880	657	16,232	1,157	1,267
Depreciation	1	1	2	2	5
Profit / (Loss) before tax	55,952	(708)	111,680	(1,210)	7,661
Provision for taxation	21,700	(4)	42,701	(9)	2,733
Net Profit / (Loss)	34,252	(704)	68,979	(1,201)	4,928
Paid-up equity share capital	217,500	157,125	217,500	157,125	163,125
Share Application Money pending allotment	-	1,500	-	1,500	-
Reserves excluding revaluation reserves	591,019	46,139	591,019	46,139	120,600
Earnings per share (Face Value of Rs.2 per share)-Basic	0.406	(0.009)	0.832	(0.015)	0.063
-Diluted	0.385	(0.009)	0.787	(0.015)	0.059
Aggregate of Non-promoters' shareholding					
Number of shares	60,133,389	6,777,149	60,133,389	6,777,149	36,885,745
Percentage of holding	55.30%	43.13%	55.30%	43.13%	45.22%
Items exceeding 10% of aggregate expenditure included under Administrative & Other Expenses :					
--Professional Charges	221	50	671	50	200

Notes :

- The financial results of Indiabulls Financial Services Limited for the Quarter / Half Year ended September 30, 2004 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 11th October 2004 and have been subjected to a Limited Review by the Statutory Auditors of the Company. The above financials pertain to Indiabulls Financial Services Ltd. (IFSL) as a standalone entity. IFSL conducts its operations alongwith its subsidiaries. The consolidated financial statements has been furnished optionally to provide additional information.
- During the current quarter, the Company completed listing of its equity shares on the Stock Exchange, Mumbai and the National Stock Exchange by way of an Initial Public Offering consisting of 2,71,87,519 Equity Shares of Rs. 2/- each at a premium of Rs. 17/- per share. As a result of the same, the paid-up equity share capital of the Company has, during the quarter, increased by Rs. 5,43,75,038/- to Rs. 21,75,00,148/- and the Securities Premium Account increased by Rs. 46,21,87,823/- to Rs. 57,77,18,061/-.
- The company has split the nominal value of its equity share from Rs. 10/- per equity share to Rs. 2/- per equity share on February 3, 2004. Accordingly the details as regards earning per share as stated above in respect of the previous accounting year / periods, has been restated to reflect the above change.
- The company's primary business segment is reflected based on principal business activities carried on by the company. The company's primary business activity comprises of investing in various subsidiaries ; and financing related activities with effect from April 1, 2004. Other Income reflected in the column for the year ended March 31, 2004, consisted of profit on short term investments which was shown as separate segment in the previous year, but being a one time activity, is not considered as normal business activity or business segment of the company.
- Operating expenses mainly consists of stamp duty expenses.
- Shareholder's complaints received and disposed off during quarter ended September 30, 2004.

(Nos.)

Complaints pending at the beginning of the quarter
Complaints received during the quarter
Disposal of complaints
Complaints lying unresolved at the end of the quarter.

NIL
20
20
NIL

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

Registered Office :F-60, Malhotra Building, 2nd Floor,
Connaught Place, Delhi 100 001.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Place : Mumbai
Date : October 11, 2004

Sameer Gehlaut
Chairman & CEO