

Indiabulls

Indiabulls Financial Services Limited Unaudited Consolidated Financial Results for the quarter ended December 31, 2008

(Rupees in Lakhs)

Particulars	Quarter ended		9 Months ended		Year ended
	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.03.08 (Audited)
1 a) Income from Operations	43,361.19	20,244.95	122,386.64	74,312.41	110,873.48
b) Other Operating Income	11,121.52	23,021.78	52,562.56	36,137.81	57,751.48
2 Expenditure					
a) Employees Cost	4,272.26	5,850.57	12,740.86	18,425.26	23,891.74
b) Depreciation	195.93	181.00	690.17	529.96	715.67
c) Operating Expenses	152.05	1,479.12	2,076.25	3,215.01	4,263.06
d) Administrative & Other Expenses	12,068.53	2,580.26	35,104.70	12,816.27	17,676.47
Total	16,688.77	10,090.95	50,611.98	34,986.50	46,546.94
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	37,793.94	33,175.78	124,337.22	75,463.72	122,078.02
4 Other Income	125.95	7.72	220.32	243.29	251.51
5 Profit before Interest & Exceptional Items (3+4)	37,919.89	33,183.50	124,557.54	75,707.01	122,329.53
6 Interest and Finance Charges	29,176.68	10,163.23	78,346.19	18,387.95	39,225.59
7 Profit after Interest but before Exceptional Items (5-6)	8,743.21	23,020.27	46,211.35	57,319.06	83,103.94
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	8,743.21	23,020.27	46,211.35	57,319.06	83,103.94
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	1,741.02	6,631.70	10,743.08	18,188.95	25,039.96
11 Net Profit from Ordinary Activities after Tax (9-10)	7,002.19	16,388.57	35,468.27	39,130.11	58,063.98
12 Extraordinary Items (net of tax expenses Rs. NIL)	-	-	-	-	-
13 Net Profit for the period before Minority Interest (11-12)	7,002.19	16,388.57	35,468.27	39,130.11	58,063.98
14 Minority Interest	195.82	192.34	621.78	557.79	624.73
15 Net Profit from Ordinary Activities after Tax and Minority Interest (13-14)	6,806.37	16,196.23	34,846.49	38,572.32	57,439.25
16 Preference Dividend for the period (including corporate dividend tax thereon)	462.58	217.22	1,382.72	689.47	1,065.54
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	5,072.60	5,068.54	5,072.60	5,068.54	5,068.54
18 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	15,686.54	15,686.54	15,686.54	15,686.54	15,686.54
19 Reserves excluding Revaluation Reserves	353,366.24	326,689.60	353,366.24	326,689.60	319,822.03
20 Minority Interest	10,122.75	9,277.84	10,122.75	9,277.84	9,500.97
21 Share of Reserves and Surplus in Associate (included in other income above)	1.96	1.92	4.96	5.06	7.09
22 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	2.50	6.40	13.20	15.54	22.84
-Diluted	2.48	6.21	13.03	14.97	22.09
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	2.50	6.40	13.20	15.54	22.84
-Diluted	2.48	6.21	13.03	14.97	22.09
23 Public Shareholding					
- Number of Equity Shares	142,341,055	153,700,858	142,341,055	153,700,858	147,986,523
- Percentage of shareholding	56.12%	60.65%	56.12%	60.65%	58.39%
Notes to Financial Results:					
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 Segment Results:					
Particulars	Quarter ended		9 Months ended		Year ended
	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.03.08 (Audited)
1 Segment Revenue					
Investing & Financing related activities	50,610.63	30,660.14	152,917.03	95,648.28	144,473.60
Fee Income	185.32	5,213.75	2,955.96	6,408.06	8,070.07
Others	3,590.65	7,401.76	19,291.22	8,632.10	16,322.59
Total	54,386.60	43,275.65	175,164.21	110,688.44	168,866.26
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	54,386.60	43,275.65	175,164.21	110,688.44	168,866.26
2 Segment Results profit before Tax and Interest					
Investing & Financing related activities	6,073.87	12,062.10	26,694.65	44,133.47	60,483.98
Fee Income	173.63	5,216.35	2,911.53	6,407.97	8,050.02
Others	2,861.65	6,999.62	17,630.41	8,229.95	15,840.68
Total	9,109.15	24,278.07	47,236.59	58,771.39	84,374.68
(i) Less: Interest	-	-	-	-	-
(ii) Other un-allocable expenditure net off unallocable income	365.94	1,257.80	1,025.24	1,452.33	1,270.74
Total Profit Before Tax	8,743.21	23,020.27	46,211.35	57,319.06	83,103.94
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	293,028.61	250,098.49	293,028.61	250,098.49	(33,237.66)
Fee Income	724.34	2,040.61	724.34	2,040.61	1,959.23
Others	61,860.37	59,995.29	61,860.37	59,995.29	52,863.89
Unallocable Capital Employed	28,634.81	44,588.13	28,634.81	44,588.13	328,492.62
Total	384,248.13	356,722.52	384,248.13	356,722.52	350,078.08

Indiabulls Financial Services Limited (as standalone entity)
Unaudited Financial Results
for the quarter ended December 31, 2008

(Rupees in Lakhs)

Particulars	Quarter ended		9 Months ended		Year ended
	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.03.08 (Audited)
1 a) Income from Operations	38,990.53	17,594.66	109,484.67	62,321.18	96,118.59
b) Other Operating Income	6,499.91	14,022.28	29,956.01	23,878.75	36,450.94
2 Expenditure					
a) Employees Cost	3,754.63	4,670.99	10,691.76	16,368.77	20,802.30
b) Depreciation	170.93	157.07	614.84	444.50	605.11
c) Operating Expenses	161.11	1,026.87	1,751.78	2,098.35	2,957.74
d) Administrative & Other Expenses	10,836.72	1,601.30	31,029.69	10,983.50	15,254.30
Total	14,923.39	7,456.23	44,088.07	29,895.12	39,619.45
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	30,567.05	24,160.71	95,352.61	56,304.81	92,950.08
4 Other Income	123.99	1.70	214.14	211.98	215.03
5 Profit before Interest & Exceptional Items (3+4)	30,691.04	24,162.41	95,566.75	56,516.79	93,165.11
6 Interest and Finance Charges	26,165.38	8,415.39	71,222.25	17,216.65	36,478.83
7 Profit after Interest but before Exceptional Items (5-6)	4,525.66	15,747.02	24,344.50	39,300.14	56,686.28
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	4,525.66	15,747.02	24,344.50	39,300.14	56,686.28
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	896.50	5,232.10	5,722.03	13,092.21	18,489.28
11 Net Profit from Ordinary Activities after Tax (9-10)	3,629.16	10,514.92	18,622.47	26,207.93	38,197.00
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 Net Profit for the period (11-12)	3,629.16	10,514.92	18,622.47	26,207.93	38,197.00
14 Preference Dividend for the period (Including corporate dividend tax thereon)	462.58	217.22	1,382.72	689.47	1,065.55
15 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	5,072.60	5,068.54	5,072.60	5,068.54	5,068.54
16 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	15,686.54	15,686.54	15,686.54	15,686.54	15,686.54
17 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2008	-	-	-	-	288,613.53
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share,					
-Basic	1.25	3.64	6.80	10.47	15.08
-Diluted	1.24	3.54	6.71	10.08	14.59
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share,					
-Basic	1.25	3.64	6.80	10.47	15.08
-Diluted	1.24	3.54	6.71	10.08	14.59
19 Public Shareholding					
- Number of Equity Shares	142,341,055	153,700,858	142,341,055	153,700,858	147,986,523
- Percentage of shareholding	56.12%	60.65%	56.12%	60.65%	58.39%
Items exceeding 10% of Total Expenditure					
--Assignment expenses	1,468.04	-	4,591.87	-	-
--Provision for Doubtful Loans	3,227.19	(210.69)	9,704.83	5,922.97	4,551.20
--Bad Debts written off	4,934.28	443.36	11,911.90	457.34	4,444.55

Notes to Financial Results:

- The consolidated and standalone financial results of Indiabulls Financial Services Limited ('IBFSL', 'the Company') for the quarter ended December 31, 2008 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 23, 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.
- During the quarter, on November 28, 2008, CRISIL assigned the rating of "AA-/Stable" to the Rs. 30,3988 Billion bank loan facilities of the Company. This being the first bank facilities rating assigned to the Company by CRISIL. CRISIL has assigned the rating of "AA-/ Stable" to the Company's Non-Convertible debentures issue of Rs. 10 Billion and reaffirmed the rating of "P1+" (pronounced as P One Plus) for the Company's short term debt programme of Rs. 40 Billion.
- During the quarter, the Company has invested a sum of Rs. 25,000 Lakhs in Non Cumulative Redeemable Preference Share Capital of one of its wholly owned subsidiary - Divya Shakti Trading Services Limited.
- The economic slow down has affected disbursement of loans during the quarter, resulting in lower Operating Expenses.
- During the quarter the Shareholders of the Company, have approved the cancellation and withdrawal of Employee Stock Option Plan - 2005, covering 50,00,000 stock options, and IBFSL-ICSL Employees Stock Option Plan II M 2006, covering 14,40,000 stock options and approved a new scheme titled Employees Stock Option Plan - 2008 (ESOP - 2008 or Scheme), consisting of 75,00,000 (Seventy Five Lacs) equity options entitling the option holders to purchase an equivalent number of Equity Shares of face value Rs 2/- (Rupees Two) each of the Company. Subsequent to this, the Company has granted these options at a price of Rs. 95.95 to the option holders.

(Rupees in Lakhs)

Particulars	Quarter ended		9 Months ended		Year ended
	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.12.08 (Unaudited)	31.12.07 (Unaudited)	31.03.08 (Audited)
1 Segment Revenue					
Investing & Financing related activities	45,619.69	26,557.37	137,344.16	80,399.95	125,548.46
Fee Income	(5.26)	5,061.27	2,310.66	6,011.96	7,236.10
Others	-	-	-	-	-
Total	45,614.43	31,618.64	139,654.82	86,411.91	132,784.56
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	45,614.43	31,618.64	139,654.82	86,411.91	132,784.56
2 Segment Results profit before Tax and Interest					
Investing & Financing related activities	4,668.12	11,480.58	22,609.01	34,223.75	50,469.45
Fee Income	(7.37)	5,061.23	2,304.99	6,011.91	7,235.99
Others	-	-	-	-	-
Total	4,660.75	16,541.81	24,914.00	40,235.66	57,705.44
(i) Less: Interest	-	-	-	-	-
(ii) Other un-allocable expenditure	135.09	794.79	569.50	935.52	1,019.16
net off unallocable income	-	-	-	-	-
Total Profit Before Tax	4,525.66	15,747.02	24,344.50	39,300.14	56,686.28
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	291,844.15	288,280.23	291,844.15	288,280.23	1,156.47
Fee Income	102.99	1,900.38	102.99	1,900.38	1,241.15
Others	-	-	-	-	-
Unallocable Capital Employed	34,745.71	32,777.26	34,745.71	32,777.26	306,970.99
Total	326,692.85	322,957.87	326,692.85	322,957.87	309,368.61

7 Number of Investor Complaints received and disposed off during the quarter ended December 31, 2008:

Opening: Nil , Received: 185 , Disposed Off: 185 , Pending: Nil .

8 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 : January 23, 2009

Gagan Banga
CEO