

Indiabulls

Indiabulls Financial Services Limited
Unaudited Consolidated Financial Results
for the quarter ended December 31, 2009

Particulars	(Rupees in Lakhs)				
	Quarter ended		Nine months ended		Year ended
	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.03.09 (Audited)
1 a) Income from Operations	33,013.25	43,361.19	95,125.46	122,386.64	158,452.06
b) Other Operating Income	8,263.27	11,121.52	25,044.49	52,562.56	41,856.72
Total	41,276.52	54,482.71	120,169.95	174,949.20	200,308.78
2 Expenditure					
a) Employees Cost	3,455.52	4,272.26	9,685.13	12,740.86	16,689.23
b) Depreciation	213.01	195.93	610.73	690.17	780.96
c) Operating Expenses	467.92	152.05	1,027.87	2,076.25	2,270.55
d) Administrative & Other Expenses	15,138.65	12,068.53	31,041.23	35,104.70	60,226.50
Total	19,275.10	16,688.77	42,364.96	50,611.98	79,967.24
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	22,001.42	37,793.94	77,804.99	124,337.22	120,341.54
4 Other Income	297.12	125.95	547.44	220.32	269.87
5 Profit before Interest & Exceptional Items (3+4)	22,298.54	37,919.89	78,352.43	124,557.54	120,611.41
6 Interest and Finance Charges	12,765.09	29,176.68	46,980.61	78,346.19	102,865.73
7 Profit after Interest but before Exceptional Items (5-6)	9,533.45	8,743.21	31,371.82	46,211.35	17,745.68
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	9,533.45	8,743.21	31,371.82	46,211.35	17,745.68
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	2,954.19	1,741.02	10,060.62	10,743.08	7,149.80
11 Net Profit from Ordinary Activities after Tax (9-10)	6,579.26	7,002.19	21,311.20	35,468.27	10,595.88
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 Net Profit for the period before Minority Interest (11-12)	6,579.26	7,002.19	21,311.20	35,468.27	10,595.88
14 Minority Interest	179.76	195.82	608.78	621.78	651.24
15 Net Profit from Ordinary Activities after Tax and Minority Interest (13-14)	6,399.50	6,806.37	20,702.42	34,846.49	9,944.64
16 Preference Dividend for the period (including corporate dividend tax thereon)	-	462.58	915.11	1,382.72	1,835.25
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,197.77	5,072.60	6,197.77	5,072.60	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	433,622.31	353,366.24	433,622.31	353,366.24	321,914.38
20 Minority Interest	10,923.80	10,122.75	10,923.80	10,122.75	10,315.02
21 Share of Reserves and Surplus in Associates (included in other income above)	85.88	1.96	69.35	4.96	7.10
22 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	2.07	2.50	6.91	13.20	3.13
-Diluted	2.04	2.48	6.80	13.03	3.11
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	2.07	2.50	6.91	13.20	3.13
-Diluted	2.04	2.48	6.80	13.03	3.11
23 Public Shareholding					
- Number of Equity Shares	219,559,437	142,341,055	219,559,437	142,341,055	133,853,485
- Percentage of shareholding	70.85%	56.12%	70.85%	56.12%	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%	-	0.00%
- Percentage of shares (as a % of the total share capital of the company)	0.00%	-	0.00%	-	0.00%
b) Non-encumbered					
-Number of shares	75,368,614	-	75,368,614	-	75,368,614
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	-	100.00%	-	100.00%
- Percentage of shares (as a % of the total share capital of the company)	24.32%	-	24.32%	-	29.72%
Notes to Financial Results:					
1 Indiabulls Financial Services Limited conducts its operations along with its subsidiaries and associates. 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 associates are 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	(Rupees in Lakhs)				
	Quarter ended		Nine months ended		Year ended
	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.03.09 (Audited)
1 Segment Revenue					
Investing & Financing related activities	39,943.53	50,486.64	118,642.94	152,702.02	197,460.94
Fee Income	1,327.24	185.32	1,521.63	2,955.96	3,076.18
Others	5.99	3,590.65	5.99	19,291.22	296.43
Total	41,276.76	54,262.61	120,170.56	174,949.20	200,833.55
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	41,276.76	54,262.61	120,170.56	174,949.20	200,833.55
2 Segment Results profit before Tax and after Interest					
Investing & Financing related activities	8,400.86	6,073.87	30,669.42	26,694.65	41,773.94
Fee Income	1,325.46	173.63	1,516.70	2,911.53	3,024.69
Others	5.99	2,861.65	5.99	17,630.41	(2,646.33)
Total	9,732.31	9,109.15	32,192.11	47,236.59	20,152.30
(i) Less: Interest	-	-	-	-	-
(ii) Other un-allocable expenditure net of unallocable income	198.86	365.94	820.29	1,025.24	2,406.62
Total Profit Before Tax	9,533.45	8,743.21	31,371.82	46,211.35	17,745.68
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	445,179.08	293,028.61	445,179.08	293,028.61	346,321.99
Fee Income	2,320.71	724.34	2,320.71	724.34	735.37
Others	-	61,860.37	-	61,860.37	-
Unallocable Capital Employed	3,244.09	28,634.81	3,244.09	28,634.81	5,931.16
Total	450,743.88	384,248.13	450,743.88	384,248.13	352,988.52

Note: a) "Fee Income" business segment mainly comprises of Financial Service related fee based advisory services income, selling of Insurance products as a Licensed Corporate Agent; and other related ancillary services
b) "Others" business segment constitutes profit / (loss) 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 December 31, 2009					
					(Rupees in Lakhs)
Particulars	Quarter ended		Nine months ended		Year ended
	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.03.09 (Audited)
1 a) Income from Operations	29,180.78	38,990.53	82,945.41	109,484.67	140,957.03
b) Other Operating Income	7,409.87	6,499.91	22,303.95	29,956.01	37,132.51
Total	36,590.65	45,490.44	105,249.36	139,440.68	178,089.54
2 Expenditure					
a) Employees Cost	2,857.14	3,754.63	7,829.91	10,691.76	13,836.30
b) Depreciation	186.71	170.93	533.28	614.84	680.89
c) Operating Expenses	390.50	161.11	823.70	1,751.78	1,919.38
d) Administrative & Other Expenses	13,615.32	10,836.72	27,779.80	31,029.69	43,413.05
Total	17,050.27	14,923.39	36,966.69	44,088.07	59,849.62
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	19,540.38	30,567.05	68,282.67	95,352.61	118,239.92
4 Other Income	132.89	123.99	398.86	214.14	261.32
5 Profit before Interest & Exceptional Items (3+4)	19,673.27	30,691.04	68,681.53	95,566.75	118,501.24
6 Interest and Finance Charges	11,212.29	26,165.38	41,903.36	71,222.25	93,811.63
7 Profit after interest but before Exceptional Items (5-6)	8,460.98	4,525.66	26,778.17	24,344.50	24,689.61
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	8,460.98	4,525.66	26,778.17	24,344.50	24,689.61
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	2,748.72	896.50	8,714.31	5,722.03	5,672.40
11 Net Profit from Ordinary Activities after Tax (9-10)	5,712.26	3,629.16	18,063.86	18,622.47	19,017.21
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 Net Profit for the period (11-12)	5,712.26	3,629.16	18,063.86	18,622.47	19,017.21
14 Preference Dividend for the period (Including corporate dividend tax thereon)	-	462.58	915.11	1,382.72	1,835.25
15 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,197.77	5,072.60	6,197.77	5,072.60	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, 2009	-	-	-	-	299,941.26
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	1.84	1.25	5.98	6.80	6.78
-Diluted	1.82	1.24	5.89	6.71	6.72
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	1.84	1.25	5.98	6.80	6.78
-Diluted	1.82	1.24	5.89	6.71	6.72
19 Public Shareholding					
- Number of Equity Shares	219,559,437	142,341,055	219,559,437	142,341,055	133,853,485
- Percentage of shareholding	70.85%	56.12%	70.85%	56.12%	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%	0.00%	0.00%
- Percentage of shares (as a % of the total share capital of the company)	0.00%	-	0.00%	0.00%	0.00%
b) Non-encumbered					
-Number of shares	75,368,614	-	75,368,614	-	75,368,614
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	-	100.00%	-	100.00%
- Percentage of shares (as a % of the total share capital of the company)	24.32%	-	24.32%	-	29.72%
Items exceeding 10% of Total Expenditure					
--Bad Debts written off	11,752.73	4,934.28	22,194.24	11,911.90	28,631.82
--Assignment expenses	218.45	1,468.04	1,125.63	4,591.87	5,579.60
--Provision for Doubtful Loans	-	3,227.19	-	9,704.83	1,898.44
Notes to Financial Results:					
1 The consolidated and standalone financial results of Indiabulls Financial Services Limited ("IBFSL", "the Company") for the quarter ended December 31, 2009 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on January 25, 2010. The financial results pertaining to IBFSL as a standalone entity have been subjected to a limited review by the Statutory Auditors of the Company.					
2 During the current quarter, the Company and Sogecap, the life insurance subsidiary of Societe Generale de France, has mutually agreed not to pursue the life insurance joint venture in India, for which they had entered into a Joint Venture Agreement in April 2008. The Company had earlier received Reserve Bank of India's (RBI) nod to hold up to 74% in its life insurance venture. The life insurance company has already received the R1 approval from Insurance Regulatory and Development Authority (IRDA). The company intends to pursue its insurance venture.					
3 During the current quarter, upon exercise of Stock options vested in terms of the Company's Employee Stock Option Scheme namely "IBFSL-ICSL Employees Stock Options Plan -2006" by an eligible employee and receipt of full consideration thereof, the Company allotted 7,500 (Seven Thousand and Five Hundred) Equity shares of face value Rs. 2/- each to such employee. Consequent to the said allotment, the paid-up Equity share capital of the Company stands increased from Rs.619,761,600/- divided into 309,880,800 Equity shares of face value Rs. 2/- each to Rs. 619,776,600/- divided into 309,888,300 Equity shares of face value Rs. 2/- each.					
4 During the current quarter, the Board's Compensation Committee of the Company at its meeting held on December 31, 2009, re-granted 3,67,350 (Three Lakh Sixty Seven Thousand Three Hundred Fifty) Stock Options under its "Employees Stock Option Plan 2008" to the Eligible Employees. These options represent an equal number of Equity Shares of face value of Rs. 2/- each in the Company and shall vest in the eligible employees within ten years beginning from January 01, 2011. Further, the options granted under each of the slabs, can be exercised by the grantees within a period of five years from relevant vesting date.					
5 Indian Commodity Exchange Limited (ICEX), a nation-wide multi-commodity Exchange, set up by the Company in partnership with MMTC Limited, has gone live effective November 27, 2009. During the current quarter, Infrastructure Development Finance Company Limited and Krishak Bharati Cooperative Limited also invested Rs. 5 crores each in ICEX, resulting in reduction of the stake of the Company from 44.4% to 40% in the said commodity Exchange.					
6 Segment Results:					
					(Rupees in Lakhs)
Particulars	Quarter ended		Nine months ended		Year ended
	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.12.09 (Unaudited)	31.12.08 (Unaudited)	31.03.09 (Audited)
1 Segment Revenue					
Investing & Financing related activities	35,257.43	45,495.70	103,722.19	137,130.02	175,779.13
Fee Income	1,327.23	(5.26)	1,521.18	2,310.66	2,310.41
Others	5.99	-	5.99	-	-
Total	36,590.65	45,490.44	105,249.36	139,440.68	178,089.54
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	36,590.65	45,490.44	105,249.36	139,440.68	178,089.54
2 Segment Results profit before Tax and after Interest					
Investing & Financing related activities	7,519.09	4,688.12	25,994.75	22,609.01	24,271.72
Fee Income	1,325.45	(7.37)	1,516.25	2,304.99	2,303.13
Others	5.99	-	5.99	-	(225.46)
Total	8,850.53	4,660.75	27,516.99	24,914.00	26,349.39
(i) Less: Interest	-	-	-	-	-
(ii) Other un-allocable expenditure net of unallocable income	389.55	135.09	738.82	569.50	1,659.78
Total Profit Before Tax	8,460.98	4,525.66	26,778.17	24,344.50	24,689.61
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	404,263.93	291,844.15	404,263.93	291,844.15	316,541.15
Fee Income	1,627.99	102.99	1,627.99	102.99	48.72
Others	-	-	-	-	-
Unallocable Capital Employed	9,239.31	34,745.71	9,239.31	34,745.71	4,110.53
Total	415,131.23	326,692.85	415,131.23	326,692.85	320,700.40
Note:					
a) "Fee Income" business segment mainly comprises of Financial Service related fee based advisory services income, selling of Insurance products as a Licensed Corporate Agent; and other related ancillary services					
b) "Others" business segment constitutes profit / (loss) on investment / dealing in securities. This not being the normal business activity of the company the same is shown as "Others".					
7 Number of Investor Complaints received and disposed off during the quarter ended December 31, 2009: Opening: Nil, Received: 77, Disposed Off: 77, Pending: Nil.					
8 Provision for taxation includes Rs. Nil for the quarter and nine months ended December 31, 2009 on account of Fringe Benefit Tax (FBT).					
9 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 25, 2010			Gagan Banga CEO		