

# Indiabulls

## Indiabulls Financial Services Limited Unaudited Consolidated Financial Results for the quarter ended June 30, 2010

Particulars	(Rupees in Lakhs)		
	Quarter ended		Year ended
	30.06.10 (Unaudited)	30.06.09 (Unaudited)	31.03.10 (Audited)
1 a) Income from Operations	43,370.55	33,492.44	144,301.27
b) Other Operating Income	2,803.87	5,979.80	18,263.81
<b>Total</b>	<b>46,174.42</b>	<b>39,472.24</b>	<b>162,565.08</b>
2 Expenditure			
a) Employees Cost	4,281.82	3,068.04	13,635.61
b) Depreciation	241.29	197.01	844.03
c) Operating Expenses	585.34	237.07	1,719.81
d) Administrative & Other Expenses	7,396.02	6,473.67	41,764.18
<b>Total</b>	<b>12,504.47</b>	<b>9,975.79</b>	<b>57,963.63</b>
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	33,669.95	29,496.45	104,601.45
4 Other Income	934.58	127.11	938.96
5 Profit before Interest & Exceptional Items (3+4)	34,604.53	29,623.56	105,540.41
6 Interest and Finance Charges	14,624.06	18,458.33	59,808.16
7 Profit after Interest but before Exceptional Items (5-6)	19,980.47	11,165.23	45,732.25
8 Exceptional Items	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	19,980.47	11,165.23	45,732.25
Tax expense (including Deferred Tax and Fringe Benefits Tax) (Fringe Benefits Tax for current quarter and previous year)	-	-	-
10 Nil	6,622.50	3,758.46	14,984.62
11 Net Profit from Ordinary Activities after Tax (9-10)	13,357.97	7,406.77	30,747.63
12 Extraordinary Items (net of tax expenses Rs. NIL)	-	-	-
13 Net Profit for the period before Minority Interest (11-12)	13,357.97	7,406.77	30,747.63
14 Minority Interest	208.48	216.45	617.89
15 Net Profit from Ordinary Activities after Tax and Minority Interest (13-14)	13,149.49	7,190.32	30,129.74
16 Preference Dividend for the period (including corporate dividend tax thereon)	-	457.55	915.11
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,205.12	5,072.60	6,197.89
18 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	-	16,686.54	-
19 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2010	-	-	424,809.02
20 Minority Interest	11,295.85	14,084.39	11,087.38
21 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	4.24	2.65	9.94
-Diluted	4.20	2.61	9.84
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	4.24	2.65	9.94
-Diluted	4.20	2.61	9.84
22 Public Shareholding			
- Number of Equity Shares	197,151,168	144,261,051	211,232,714
- Percentage of shareholding	63.54%	56.88%	68.16%
23 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	100,555,118	75,368,614	85,612,251
- 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)	32.41%	29.72%	27.63%
Share of Reserves and Surplus in Associates (Loss Included in Administrative and Other Expense in Current Quarter and			
24 Previous Year and Profit Included in Other Income in Previous Quarter)	(225.38)	1.42	(228.23)
<b>Notes to Financial Results:</b>			
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 / period have been regrouped and / or reclassified wherever considered necessary.			
3 Segment Results:			
Particulars	(Rupees in Lakhs)		
	Quarter ended		Year ended
	30.06.10 (Unaudited)	30.06.09 (Unaudited)	31.03.10 (Audited)
1 Segment Revenue			
Investing & Financing related activities	45,574.65	39,388.09	160,055.95
Fee Income	535.34	84.15	2,489.04
Others	64.43	-	20.09
<b>Total</b>	<b>46,174.42</b>	<b>39,472.24</b>	<b>162,565.08</b>
Less: Inter Segment Revenue	-	-	-
<b>Income from Operations</b>	<b>46,174.42</b>	<b>39,472.24</b>	<b>162,565.08</b>
2 Segment Results profit before Tax and after Interest			
Investing & Financing related activities	20,122.16	11,461.80	44,697.61
Fee Income	533.36	82.54	2,480.20
Others	64.44	-	20.09
<b>Total</b>	<b>20,719.96</b>	<b>11,544.34</b>	<b>47,197.90</b>
(i) Less: Other un-allocable expenditure net off unallocable income	739.49	379.11	1,465.65
<b>Total Profit Before Tax</b>	<b>19,980.47</b>	<b>11,165.23</b>	<b>45,732.25</b>
3 Capital Employed (Segment Assets - Segment Liabilities)			
Investing & Financing related activities	452,339.25	353,310.41	439,555.84
Fee Income	2,687.30	840.14	2,384.40
Others	-	-	-
Unallocable Capital Employed	848.11	9,404.39	154.05
<b>Total</b>	<b>455,874.66</b>	<b>363,554.94</b>	<b>442,094.29</b>
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 June 30, 2010**

(Rupees in Lakhs)

Particulars	Quarter ended		Year ended
	30.06.10 (Unaudited)	30.06.09 (Unaudited)	31.03.10 (Audited)
1 a) Income from Operations	38,452.22	28,907.27	126,320.33
b) Other Operating Income	2,193.97	5,588.76	15,760.57
<b>Total</b>	<b>40,646.19</b>	<b>34,496.03</b>	<b>142,080.90</b>
2 Expenditure			
a) Employees Cost	3,082.60	2,404.00	10,949.82
b) Depreciation	211.55	172.07	737.09
c) Operating Expenses	289.73	191.42	1,383.92
d) Administrative & Other Expenses	5,582.89	5,755.77	37,056.47
<b>Total</b>	<b>9,166.77</b>	<b>8,523.26</b>	<b>50,127.30</b>
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	31,479.42	25,972.77	91,953.60
4 Other Income	707.42	123.24	859.70
5 Profit before Interest & Exceptional Items (3+4)	32,186.84	26,096.01	92,813.30
6 Interest and Finance Charges	13,112.90	16,870.08	53,388.45
7 Profit after Interest but before Exceptional Items (5-6)	19,073.94	9,225.93	39,424.85
8 Exceptional Items	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	19,073.94	9,225.93	39,424.85
Tax expense (including Deferred Tax and Fringe Benefits Tax) (Fringe Benefits Tax for current quarter and previous year)	6,249.86	3,108.61	13,008.82
10 Nil	-	-	-
11 Net Profit from Ordinary Activities after Tax (9-10)	12,824.08	6,117.32	26,416.03
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-
13 Net Profit for the period (11-12)	12,824.08	6,117.32	26,416.03
14 Preference Dividend for the period (Including corporate dividend tax thereon)	-	457.55	915.11
15 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,205.12	5,072.60	6,197.89
16 Paid-up Preference Share Capital (Face Value of Rs.157.39 per Preference Share)	-	15,686.54	-
17 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2010	-	-	399,222.31
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	4.14	2.23	8.72
-Diluted	4.09	2.20	8.64
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)			
-Basic	4.14	2.23	8.72
-Diluted	4.09	2.20	8.64
19 Public Shareholding			
- Number of Equity Shares	197,151,168	144,261,051	211,232,714
- Percentage of shareholding	63.54%	56.88%	68.16%
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%
- 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	100,555,118	75,368,614	85,612,251
- 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)	32.41%	29.72%	27.63%
Items exceeding 10% of Total Expenditure			
--Bad Loans written off (Net)	3,805.07	4,193.55	29,334.30
<b>Notes to Financial Results:</b>			
1 The consolidated and standalone financial results of Indiabulls Financial Services Limited ('IBFSL', 'the Company') for the quarter ended June 30, 2010 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on July 24, 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, CARE has assigned a "CARE AA" (Double A) umbrella rating to long term debt programme (including NCD and Bank Borrowings) aggregating to Rs. 10,000 crores, to be issued by the Company, from time to time. ICRA, an associate of Moody's Investor Service, has assigned the "LAA" (pronounced L Double A) Rating with a stable outlook to the non convertible debentures programme of the Company upto an amount of Rs. 4,000 crores.			
3 The dividend for Financial Year 2009-10 of Rs. 5.00 per equity share (250% on the face value of Rs. 2/- per equity share) amounting to Rs. 15,512.79 lakhs (Including Rs. 18.07 lakhs on exercise of stock options) - excluding corporate dividend tax was approved at the Annual General Meeting of the Company held on June 14, 2010 and was transferred by the Company on June 18, 2010 into the designated Dividend Account.			
4 During the current quarter, upon exercise of Stock options vested in terms of (1) IBFSL-ICSL Employees Stock Options Plan -2006 and (2) IBFSL-ICSL Employees Stock Option Plan II - 2006 and (3) Employees Stock Option Plan - 2008, by the eligible employees, the Company issued 361,321 (Three Lac Sixty One Thousand Three Hundred and Twenty One) Equity shares of face value Rs. 2/- each to eligible employees, being 101,668 Equity shares allotted under IBFSL-ICSL Employees Stock Option Plan -2006 and 5,016 Equity shares allotted under IBFSL-ICSL Employees Stock Option Plan II -2006 and 254,637 Equity shares allotted under Employees Stock Option Plan - 2008. Consequent to the said allotment, the paid-up Equity share capital of the Company stands increased from Rs. 619,789,042/- divided into 309,894,521 Equity shares of face value Rs. 2/- each to Rs. 620,511,684/- divided into 310,255,842 Equity shares of face value Rs. 2/- each.			
5 During the quarter, the Company has invested Rs. 15 Lakhs in one of its newly formed wholly owned subsidiary, Indiabulls Holdings Limited.			
6 During the quarter, the Company has fully divested two of its wholly owned subsidiaries with a share capital of Rs. 5.00 lakhs each to another of its wholly owned subsidiary, Indiabulls Holdings Limited			
7 Segment Results			
			(Rupees in Lakhs)
Particulars	Quarter ended		Year ended
	30.06.10 (Unaudited)	30.06.09 (Unaudited)	31.03.10 (Audited)
1 Segment Revenue			
Investing & Financing related activities			
Fee Income	40,178.52	34,412.33	140,456.31
Others	465.16	83.70	1,617.58
Total	40,646.19	34,496.03	142,080.90
Less: Inter Segment Revenue	-	-	-
Income from Operations	40,646.19	34,496.03	142,080.90
2 Segment Results profit before Tax and after Interest			
Investing & Financing related activities			
Fee Income	18,765.01	9,351.63	38,699.46
Others	463.18	82.09	1,610.68
Total	19,230.70	9,433.72	40,317.15
(i) Other un-allocable expenditure	156.76	207.79	892.30
net off unallocable income	-	-	-
Total Profit Before Tax	19,073.94	9,225.93	39,424.85
3 Capital Employed (Segment Assets - Segment Liabilities)			
Investing & Financing related activities			
Fee Income	414,149.52	323,610.78	399,864.01
Others	1,994.85	148.35	1,682.48
Unallocable Capital Employed	2,522.32	2,601.03	3,873.71
Total	418,666.69	326,360.16	405,420.20
Notes:			
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".			
8 Number of Investor Complaints received and disposed off during the quarter ended June 30, 2010: Opening: Nil, Received: 44, Disposed Off: 44, Pending: Nil			
9 Figures for the prior year / period 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		Gagan Banga	
Date : July 24, 2010		CEO	