

Indiabulls

Indiabulls Financial Services Limited Unaudited Consolidated Financial Results for the quarter ended June 30, 2012

PART I					(Rupees in Lakhs)
Statement of Consolidated Unaudited Results for the quarter ended June 30, 2012					
Particulars	Quarter ended			Year ended	
	30.06.12 (Unaudited)	31.03.12 (Unaudited)	30.06.11 (Unaudited)	31.03.12 (Audited)	
1 Income from operations					
a) Income from operations	96,935.75	94,926.81	75,765.84	338,675.19	
b) Other operating Income	7,017.52	15,935.85	5,722.62	39,512.88	
Total Income from operations (net)	103,953.27	110,862.66	81,488.46	378,188.07	
2 Expenses					
a) Employee benefits expense	5,588.47	5,312.24	4,576.25	19,237.15	
b) Depreciation and Amortisation Expenses	224.45	235.30	218.67	909.86	
c) Operating Expenses	970.30	725.98	826.06	3,252.05	
d) Other Expenses	6,264.43	12,323.76	9,062.63	37,033.51	
Total Expenses	13,047.65	18,597.28	14,683.61	60,432.57	
3 Profit from Operations before Other Income, Finance costs & Exceptional Items (1-2)	90,905.62	92,265.38	66,804.85	317,755.50	
4 Other Income	1,690.30	1,306.94	2,525.86	6,444.34	
5 Profit from ordinary activities before Finance costs & Exceptional Items (3+4)	92,595.92	93,572.32	69,330.71	324,199.84	
6 Finance costs	57,402.59	56,058.14	39,266.30	192,005.93	
7 Profit from ordinary activities after Finance costs but before Exceptional Items (5-6)	35,193.33	37,514.18	30,064.41	132,193.91	
8 Exceptional Items	-	-	-	-	
9 Profit from Ordinary Activities before Tax (7-8)	35,193.33	37,514.18	30,064.41	132,193.91	
10 Tax expense (including Deferred Tax)	8,428.82	7,213.60	7,869.14	31,557.21	
11 Net Profit from Ordinary Activities after Tax (9-10)	26,764.51	30,300.58	22,195.27	100,636.70	
12 Extraordinary Items (net of tax expenses Rs. NIL)	-	-	-	-	
13 Net Profit for the period / year (11-12)	26,764.51	30,300.58	22,195.27	100,636.70	
14 Share of Profit of Associate	2.53	2.64	2.45	9.63	
15 Minority Interest for the period / year	254.56	44.60	245.67	832.60	
16 Net Profit from Ordinary Activities after Tax, Share of Profit of Associate and Minority Interest (13+14-15)	26,512.48	30,258.62	21,952.05	99,813.73	
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,239.78	6,239.09	6,223.39	6,236.09	
18 Reserves excluding Revaluation Reserves	504,003.86	484,310.40	467,383.28	484,310.40	
19 Minority Interest	13,404.53	13,149.97	12,354.89	13,149.97	
20 Earnings per Share (EPS) before extraordinary items (Face Value of Rs.2 per Equity Share)					
<i>*(EPS for the quarters are not annualised)</i>					
- Basic (Amount in Rs.)	8.50*	9.64*	7.06*	32.00	
- Diluted (Amount in Rs.)	8.42*	9.56*	7.00*	31.75	
Earnings per Share (EPS) after extraordinary items (Face Value of Rs.2 per Equity Share)					
<i>*(EPS for the quarters are not annualised)</i>					
- Basic (Amount in Rs.)	8.50*	9.64*	7.06*	32.00	
- Diluted (Amount in Rs.)	8.42*	9.56*	7.00*	31.75	
PART II					
PARTICULARS OF SHAREHOLDING					
1 Public Shareholding					
- Number of Shares	196,516,823	196,332,288	210,614,590	196,332,288	
- Percentage of shareholding	62.99%	62.97%	67.68%	62.97%	
2 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)	-	-	-	-	
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	
b) Non-encumbered					
- Number of shares	115,472,283	115,472,283	100,555,118	115,472,283	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	
- Percentage of shares (as a % of the total share capital of the company)	37.01%	37.03%	32.32%	37.03%	
Notes to the 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 / period have been regrouped and / or reclassified wherever considered necessary.					
3 Segment Results:					
(Rupees in Lakhs)					
Particulars	Quarter ended			Year ended	
	30.06.12 (Unaudited)	31.03.12 (Unaudited)	30.06.11 (Unaudited)	31.03.12 (Audited)	
1 Segment Revenue					
Investing & Financing related activities	103,315.47	102,648.97	81,273.29	363,538.46	
Fee Income	637.80	8,213.69	215.17	14,649.61	
Total	103,953.27	110,862.66	81,488.46	378,188.07	
Less: Inter Segment Revenue	-	-	-	-	
Income from Operations	103,953.27	110,862.66	81,488.46	378,188.07	
2 Segment Results profit before Tax and after Finance costs					
Investing & Financing related activities	35,541.84	29,277.72	30,687.85	120,952.18	
Fee Income	72.72	6,907.04	(419.32)	11,573.73	
Total	35,614.56	36,184.76	30,268.53	132,525.91	
Less: Other un-allocable expenditure net off unallocable income	418.70	(1,332.06)	201.67	322.37	
Less: Share of Profit of Associates	2.53	2.64	2.45	9.63	
Total Profit Before Tax	35,193.33	37,514.18	30,064.41	132,193.91	
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	352,046.63	242,568.83	403,997.19	242,568.83	
Fee Income	(627.59)	1,769.23	1,207.84	1,769.23	
Unallocable Capital Employed	183,510.63	259,358.40	80,756.53	259,358.40	
Total	534,929.67	503,696.46	485,961.56	503,696.46	
Note: "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.					

Indiabulls Financial Services Limited (as standalone entity)
Unaudited Financial Results
for the quarter ended June 30, 2012

(Rupees in Lakhs)				
Statement of Standalone Unaudited Results for the quarter ended June 30, 2012				
Particulars	Quarter ended			Year ended
	30.06.12 (Unaudited)	31.03.12 (Unaudited)	30.06.11 (Unaudited)	31.03.12 (Audited)
1 Income from operations				
a) Income from operations	67,655.86	69,588.14	63,225.81	264,371.18
b) Other operating Income	6,270.82	10,337.25	5,009.19	28,554.34
Total Income from operations (net)	73,926.68	79,925.39	68,235.00	292,925.52
2 Expenses				
a) Employee benefits expense	5,000.50	4,807.62	3,578.01	16,542.47
b) Depreciation and Amortisation Expenses	193.97	200.70	195.96	791.02
c) Operating Expenses	262.22	319.17	885.04	1,616.99
d) Other Expenses	5,417.24	10,047.49	8,260.48	32,263.17
Total Expenses	10,873.93	15,374.98	12,919.49	51,213.65
3 Profit from Operations before Other Income, Finance costs & Exceptional Items (1-2)	63,052.75	64,550.41	55,315.51	241,711.87
4 Other Income	1,437.60	1,229.98	2,459.06	6,076.25
5 Profit from ordinary activities before Finance costs & Exceptional Items (3+4)	64,490.35	65,780.39	57,774.57	247,788.12
6 Finance costs	40,215.40	42,316.16	34,119.29	154,551.41
7 Profit from ordinary activities after Finance costs but before Exceptional Items (5-6)	24,274.95	23,464.23	23,655.28	93,236.71
8 Exceptional Items				
9 Profit from Ordinary Activities before Tax (7-8)	24,274.95	23,464.23	23,655.28	93,236.71
10 Tax expense (including Deferred Tax)	5,463.72	3,624.46	6,095.81	20,857.53
11 Net Profit from Ordinary Activities after Tax (9-10)	18,811.23	19,839.77	17,559.47	72,379.18
12 Extraordinary Items (net of tax expense Rs. NIL)				
13 Net Profit for the period / year (11-12)	18,811.23	19,839.77	17,559.47	72,379.18
14 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,239.78	6,236.09	6,223.39	6,236.09
15 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2012				421,119.04
16 Earnings per Share (EPS) before extraordinary items (Face Value of Rs.2 per Equity Share) <i>(EPS for the quarters are not annualised)</i>				
-Basic (Amount in Rs.)	6.03*	6.37*	5.64*	23.25
-Diluted (Amount in Rs.)	5.97*	6.31*	5.60*	23.07
Earnings per Share (EPS) after extraordinary items (Face Value of Rs.2 per Equity Share) <i>(EPS for the quarters are not annualised)</i>				
-Basic (Amount in Rs.)	6.03*	6.37*	5.64*	23.25
-Diluted (Amount in Rs.)	5.97*	6.31*	5.60*	23.07
PART II				
A PARTICULARS OF SHAREHOLDING				
1 Public Shareholding				
- Number of Shares	196,516,823	196,332,288	210,614,590	196,332,288
- Percentage of shareholding	62.99%	62.97%	67.68%	62.97%
2 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)	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
-Number of shares	115,472,283	115,472,283	100,555,118	115,472,283
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	37.01%	37.03%	32.32%	37.03%
Particulars				
				Quarter ended
B INVESTOR COMPLAINTS				
Pending at the beginning of the quarter				30.06.12
Received during the quarter				Nil
Disposed of during the quarter				42
Remaining unresolved at the end of the quarter				42
Items exceeding 10% of Total Expenditure				Nil
--Provision for Loan Assets	422.90	3,262.94	3,357.51	11,945.91
--Lease Rent	1,096.08	1,059.64	986.63	4,211.91
--Legal & Professional Charges	1,007.14	1,765.59	149.19	3,455.48
--Bad Loans / Advances written off (Net)	1,469.23	2,620.63	2,562.69	7,427.89
Notes to the Financial Results:				
1 The consolidated and standalone financial results of Indiabulls Financial Services Limited ('IBFSL', 'the Company') for the quarter ended June 30, 2012 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on July 20, 2012. 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, upon exercise of Stock options vested in terms of (1) IBFSL-ICSL Employees Stock Option Plan – 2006, (2) IBFSL-ICSL Employees Stock Option Plan II - 2006 and (3) Employees Stock Option Plan – 2008, by the eligible employees, the Company issued 184,535 (One Lakh Eighty Four Thousand Five Hundred and Thirty Five) Equity shares of face value Rs. 2/- each to eligible employees, being 55,110 Equity shares allotted under IBFSL-ICSL Employees Stock Option Plan – 2006, 1,188 Equity shares allotted under IBFSL – ICSL Employees Stock Option Plan II - 2006 and 128,237 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. 623,609,142/- divided into 311,804,571 Equity shares of face value Rs. 2/- each to Rs. 623,978,212/- divided into 311,989,106 Equity shares of face value Rs. 2/- each.				
3 In respect of Non Convertible Debentures (NCDs) the premium/discount on redemption (accrued but not due for the quarter ended June 30, 2012) amounting to Rs. 4,219.50 Lakhs has been adjusted net of tax against the Securities Premium Account.				
4 Debenture issue expenses for the quarter ended June 30, 2012 amounting to Rs. 1,226.75 Lakhs has been adjusted net of tax against the Securities Premium Account.				
5 In the matter of Scheme of Arrangement involving merger of Indiabulls Financial Services Limited ('IBFSL') with Indiabulls Housing Finance Limited ('IHFL'), the Hon'ble High Court of Delhi has directed IBFSL to call the meetings of its shareholders and creditors (both secured and unsecured) and IHFL to call the meetings of its creditors (both secured and unsecured). The meetings of IBFSL shareholders, unsecured creditors and IHFL unsecured creditors are scheduled to be held on September 8, 2012 and the meetings of Secured Creditors of both IBFSL and IHFL are scheduled to be held on September 15, 2012. Upon receipt of these approvals, the Confirmation Petition shall be filed by IBFSL with the Hon'ble High Court for its final approval to the Scheme.				
6 In terms of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, the Company during the current quarter, upon receipt of shareholders approval, has on June 09, 2012, issued and allotted an aggregate of 20,700,000 (Two Crore Seven Lakh) warrants, to certain promoter group entities and key management personnel, at a conversion price of Rs. 218/- per equity share, 25% of which amounting to Rs. 11,281.50 Lakhs have already been received by the Company from respective allottees as upfront amount. These warrants are convertible into an equivalent number of Equity shares of face value Rs. 2/- each, in the Company, upon receipt of balance conversion price, within a period of eighteen months from the date of allotment.				
7 During the quarter, CRISIL reaffirmed the following ratings:				
Rs. 233 Billion Long-Term Bank Facility				CRISIL AA/Stable (Reaffirmed)
Rs. 7 Billion Short-Term Bank Facility				CRISIL A1+ (Reaffirmed)
Rs. 5 Billion Subordinated Debt				CRISIL AA/Stable (Reaffirmed)
Rs. 90 Billion Non Convertible Debentures				CRISIL AA/Stable (Reaffirmed)
Rs. 10 Billion Retail Bonds				CRISIL AA/Stable (Reaffirmed)
Rs. 70 Billion Short-Term Debt				CRISIL A1+ (Reaffirmed)
8 The final dividend for Financial Year 2011-12 of Rs. 7/- per equity share (350% on the face value of Rs. 2/- per equity share) amounting to Rs. 21,839.24 lakhs (Including Rs. 12.92 lakhs on exercise of stock options) - excluding corporate dividend tax was approved at the Annual General Meeting of the Company held on June 05, 2012 and was transferred by the Company on June 05, 2012 into the designated Dividend Account.				
9 Segment Results:				
(Rupees in Lakhs)				
Particulars	Quarter ended			Year ended
	30.06.12 (Unaudited)	31.03.12 (Unaudited)	30.06.11 (Unaudited)	31.03.12 (Audited)
1 Segment Revenue				
Investing & Financing related activities	73,462.41	76,442.42	68,214.52	286,762.11
Fee Income	464.27	3,482.97	20.48	6,163.41
Total	73,926.68	79,925.39	68,235.00	292,925.52
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	73,926.68	79,925.39	68,235.00	292,925.52
2 Segment Results profit before Tax and after Finance costs				
Investing & Financing related activities	24,457.68	19,035.09	23,761.48	87,759.94
Fee Income	156.87	3,159.68	18.82	5,375.14
Total	24,614.55	22,194.77	23,780.30	93,135.08
Less: Other un-allocable expenditure net of unallocable income	339.60	(1,269.46)	125.02	(101.63)
Total Profit Before Tax	24,274.95	23,464.23	23,655.28	93,236.71
3 Capital Employed (Segment Assets - Segment Liabilities)				
Investing & Financing related activities	256,482.80	165,432.99	349,081.81	165,432.99
Fee Income	(686.54)	1,641.63	452.30	1,641.63
Unallocable Capital Employed	196,361.24	260,280.51	80,873.89	260,280.51
Total	452,157.50	427,355.13	430,408.00	427,355.13
Notes: * "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.				
10 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.				
Place : Mumbai Date : July 20, 2012			For and on behalf of the Board of Directors Gagan Banga CEO	