

Indiabulls

Indiabulls Financial Services Limited Unaudited Consolidated Financial Results for the quarter ended September 30, 2011

Particulars	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 a) Income from Operations	82,527.23	54,135.71	158,293.07	97,506.26	225,608.38
b) Other Operating Income	7,090.10	3,068.50	12,812.71	5,872.36	21,662.43
Total	89,617.33	57,204.21	171,105.78	103,378.62	247,270.81
2 Expenditure					
a) Employees Cost	4,802.41	3,965.51	9,378.67	8,247.33	16,561.88
b) Depreciation	232.43	245.30	451.10	486.59	1,099.15
c) Operating Expenses	599.47	797.63	1,425.53	1,382.97	2,829.61
d) Administrative & Other Expenses	8,989.33	8,737.89	18,051.95	16,133.91	41,409.20
Total	14,622.64	13,746.33	29,307.25	26,250.80	61,899.84
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	74,993.69	43,457.88	141,798.53	77,127.82	185,370.97
4 Other Income	1,652.41	939.71	4,180.72	1,874.28	3,724.75
5 Profit before Interest & Exceptional Items (3+4)	76,646.10	44,397.59	145,979.25	79,002.10	189,095.72
6 Interest and Finance Charges	45,321.68	19,296.63	84,787.98	33,920.68	89,946.94
7 Profit after Interest but before Exceptional Items (5-6)	31,324.42	25,100.96	61,191.27	45,081.42	99,148.78
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	31,324.42	25,100.96	61,191.27	45,081.42	99,148.78
10 Tax expense (including Deferred Tax and Wealth Tax)	7,986.46	7,655.28	15,855.60	14,277.77	24,056.48
11 Net Profit from Ordinary Activities after Tax (9-10)	23,337.96	17,445.68	45,335.67	30,803.65	75,092.30
12 Extraordinary Items (net of tax expenses Rs. Nil)	-	-	-	-	-
13 Net Profit for the period / year before Minority Interest (11-12)	23,337.96	17,445.68	45,335.67	30,803.65	75,092.30
14 Minority Interest for the period / year	275.83	177.98	521.50	386.46	817.47
15 Net Profit from Ordinary Activities after Tax and Minority Interest (13-14)	22,862.13	17,267.70	44,814.17	30,417.19	74,274.83
16 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,224.15	6,206.83	6,224.15	6,206.83	6,219.84
17 Reserves excluding Revaluation Reserves	464,012.99	432,515.03	464,012.99	432,515.03	447,758.05
18 Minority Interest	12,630.72	11,473.83	12,630.72	11,473.83	12,109.22
19 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic (Amount in Rs.)	7.35	5.57	14.40	9.81	23.86
-Diluted (Amount in Rs.)	7.29	5.51	14.29	9.72	23.63
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic (Amount in Rs.)	7.35	5.57	14.40	9.81	23.86
-Diluted (Amount in Rs.)	7.29	5.51	14.29	9.72	23.63
20 Public Shareholding					
- Number of Equity Shares	210,652,160	202,661,069	210,652,160	202,661,069	210,437,000
- Percentage of shareholding	67.89%	65.30%	67.89%	65.30%	67.87%
21 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	100,555,118	100,555,118	100,555,118	100,555,118	100,555,118
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	32.31%	32.40%	32.31%	32.40%	32.33%
22 Share of Reserves and Surplus in Associates (Loss included in Administrative & Other Expenses and Profit included in Other Income)	2.08	(269.08)	4.53	(494.45)	(620.13)

Notes to the Financial Results:

- 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.
- During the current quarter, Indiabulls Housing Finance Limited (a wholly owned subsidiary of the Company) has utilised an amount of Rs. 1,638.14 lakhs from the Additional Reserve created under Section 29C of the National Housing Bank Act 1987 to meet the additional provision required consequent to changes in provisioning norms mainly on standard assets prescribed by NHB vide Direction No. NHB.HFC.DIR.3/CMD/2011 dated August 5, 2011.
- Figures for the prior year / period have been regrouped and / or reclassified wherever considered necessary.

Particulars	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue					
Investing & Financing related activities	87,920.13	57,182.12	169,193.40	102,821.19	240,269.76
Fee Income	1,697.20	22.09	1,912.38	557.43	7,001.05
Total	89,617.33	57,204.21	171,105.78	103,378.62	247,270.81
Income from Operations	89,617.33	57,204.21	171,105.78	103,378.62	247,270.81
2 Segment Results profit before Tax and after Interest					
Investing & Financing related activities	30,647.80	26,523.84	61,335.66	46,710.43	97,103.39
Fee Income	1,326.75	20.75	907.43	554.12	5,759.88
Total	31,974.55	26,544.59	62,243.09	47,264.55	102,863.27
Less: Other un-allocable expenditure (net of unallocable income)	850.13	1,443.63	1,051.82	2,183.13	3,714.49
Total Profit Before Tax	31,124.42	25,100.96	61,191.27	45,081.42	99,148.78
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	355,337.23	413,413.52	355,337.23	413,413.52	329,150.64
Fee Income	1,025.93	525.68	1,025.93	525.68	606.97
Unallocable Capital Employed	126,504.70	36,256.49	126,504.70	36,256.49	136,329.50
Total	482,867.86	450,195.69	482,867.86	450,195.69	466,087.11

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.

Particulars	(Rupees in Lakhs)	
	As at 30.09.11 (Unaudited)	As at 30.09.10 (Unaudited)
5 Statement of Assets and Liabilities:		
Shareholders Funds		
(a) Share Capital	6,224.15	6,206.83
(b) Reserves and Surplus	464,012.99	432,515.03
Minority Interest	12,630.72	11,473.83
Loan Funds	2,206,338.49	1,299,347.04
Total	2,689,206.35	1,749,542.73
Fixed Assets (including Capital work in progress / Capital Advances)	4,482.70	4,460.68
Investments	193,533.04	209,227.66
Deferred Tax Assets (Net)	9,744.99	3,146.81
Current Assets, Loans And Advances		
(a) Sundry Debtors	677.35	684.12
(b) Cash and Bank Balances	261,621.21	200,834.71
(c) Other Current Assets	29,476.62	15,324.89
(d) Loans and Advances	2,332,971.52	1,531,365.07
Less: Current Liabilities And Provisions	2,624,746.70	1,748,208.79
(a) Current Liabilities	59,796.23	168,224.46
(b) Provisions	83,504.85	47,276.75
	143,301.08	215,501.21
Net Current Assets	2,481,445.62	1,532,707.58
Total	2,689,206.35	1,749,542.73

Indiabulls Financial Services Limited (as standalone entity)
Unaudited Financial Results
for the quarter ended September 30, 2011

(Rupees in Lakhs)

Particulars	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 a) Income from Operations	65,961.16	45,755.22	129,186.96	84,207.45	186,916.71
b) Other Operating Income	5,260.52	2,683.61	10,269.72	4,877.57	16,052.89
Total	71,221.68	48,438.83	139,456.68	89,085.02	204,969.60
2 Expenditure					
a) Employees Cost	4,116.88	2,846.10	7,694.89	5,928.70	13,123.88
b) Depreciation	198.67	210.02	394.63	421.57	934.53
c) Operating Expenses	192.97	326.00	1,078.01	615.73	1,491.36
d) Administrative & Other Expenses	7,944.21	7,668.87	16,204.89	13,251.55	36,007.50
Total	12,452.73	11,050.79	25,372.22	20,217.55	51,557.27
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	58,768.95	37,388.04	114,084.46	68,867.47	153,412.33
4 Other Income	1,371.60	706.14	3,830.66	1,413.56	2,997.54
5 Profit before Interest & Exceptional Items (3+4)	60,140.55	38,094.18	117,915.12	70,281.03	156,409.87
6 Interest and Finance Charges	37,606.16	16,624.91	71,725.46	29,737.81	77,322.42
7 Profit after Interest but before Exceptional Items (5-6)	22,534.39	21,469.27	46,189.66	40,543.22	79,087.45
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	22,534.39	21,469.27	46,189.66	40,543.22	79,087.45
10 Tax expense (including Deferred Tax and Wealth Tax)	5,455.52	6,702.90	11,551.34	12,952.76	18,218.34
11 Net Profit from Ordinary Activities after Tax (9-10)	17,078.87	14,766.37	34,638.32	27,590.46	60,869.11
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-
13 Net Profit for the period / year (11-12)	17,078.87	14,766.37	34,638.32	27,590.46	60,869.11
14 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	6,224.15	6,206.83	6,224.15	6,206.83	6,219.84
15 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2011	-	-	-	-	408,968.87
16 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic (Amount in Rs.)	5.49	4.76	11.13	8.90	19.61
-Diluted (Amount in Rs.)	5.45	4.72	11.05	8.82	19.42
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic (Amount in Rs.)	5.49	4.76	11.13	8.90	19.61
-Diluted (Amount in Rs.)	5.45	4.72	11.05	8.82	19.42
17 Public Shareholding					
- Number of Equity Shares	210,652,160	202,661,069	210,652,160	202,661,069	210,437,000
- Percentage of shareholding	67.69%	65.30%	67.69%	65.30%	67.67%
18 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	100,555,118	100,555,118	100,555,118	100,555,118	100,555,118
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	32.31%	32.40%	32.31%	32.40%	32.33%
Items exceeding 10% of Total Expenditure					
-Provision for Doubtful Loans	3,859.52	2,478.67	7,217.03	3,158.08	10,147.33
-Bad Loans written off (Net)	738.50	2,435.63	3,301.19	5,561.30	9,380.18

Notes to the Financial Results:

- The consolidated and standalone financial results of Indiabulls Financial Services Limited ('IBFSL', 'the Company') for the quarter ended September 30, 2011 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on October 21, 2011. 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 current quarter, upon exercise of Stock options vested in terms of Employees Stock Option Plan – 2008, by the eligible employees, the Company issued 37,570 (Thirty Seven Thousand Five Hundred and Seventy) Equity shares of face value Rs. 2/- each to eligible employees. Consequently to the said allotment, the paid-up Equity share capital of the Company stands increased from Rs. 622,339,416/- divided into 311,169,708 Equity shares of face value Rs. 2/- each to Rs. 622,414,556/- divided into 311,207,278 Equity shares of face value Rs. 2/- each.
- During the current quarter, Brickwork Ratings has given "BWR AA+" [Pronounced BWR double A Plus] rating to the Company's proposed Long Term Secured NCD issue upto Rs. 40 Billion.
- In respect of Non Convertible Debentures (NCDs) the premium/discount on redemption (Accrued but not due for the half year ended September 30, 2011) amounting to Rs. 5,325.20 Lakhs (including Rs. 2,836.95 lakhs for the quarter ended September 30, 2011) has been adjusted net of tax against the Securities Premium Account.
- During the quarter, debenture issue expenses amounting to Rs. 120.07 Lakhs has been adjusted net of tax against the Securities Premium Account.
- The Board of Directors of the Company at its meeting held on October 21, 2011 has declared an interim dividend of Rs. 6 per share.

Segment Results:

(Rupees in Lakhs)

Particulars	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue					
Investing & Financing related activities	70,948.71	48,425.60	139,163.23	88,606.63	201,334.47
Fee Income	272.97	13.23	293.45	478.39	3,635.13
Total	71,221.68	48,438.83	139,456.68	89,085.02	204,969.60
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	71,221.68	48,438.83	139,456.68	89,085.02	204,969.60
2 Segment Results profit before Tax and after Interest					
Investing & Financing related activities	22,910.77	22,323.22	46,672.25	41,090.75	77,709.66
Fee Income	271.31	11.89	290.13	475.07	3,628.49
Total	23,182.08	22,335.11	46,962.38	41,565.82	81,338.15
Less: Other un-allocable expenditure net of unallocable income	647.69	865.84	772.72	1,022.60	2,250.70
Total Profit Before Tax	22,534.39	21,469.27	46,189.66	40,543.22	79,087.45
3 Capital Employed (Segment Assets - Segment Liabilities)					
Investing & Financing related activities	284,533.74	395,567.66	284,533.74	395,567.66	277,154.46
Fee Income	399.40	375.45	399.40	375.45	456.73
Unallocable Capital Employed	137,958.34	14,378.21	137,958.34	14,378.21	137,577.52
Total	422,891.48	410,321.32	422,891.48	410,321.32	415,188.71

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.

Statement of Assets and Liabilities:

(Rupees in Lakhs)

Particulars	As at		As at	
	30.09.11	30.09.10	30.09.11	30.09.10
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Shareholders Funds				
(a) Share Capital	6,224.15	6,206.83	6,224.15	6,206.83
(b) Reserves and Surplus	416,667.33	404,114.49	416,667.33	404,114.49
Loan Funds	1,828,085.41	1,120,342.69	1,828,085.41	1,120,342.69
Total	2,250,976.89	1,530,664.01	2,250,976.89	1,530,664.01
Fixed Assets (including Capital work in progress / Capital Advances)				
Investments	3,771.77	3,928.35	3,771.77	3,928.35
Deferred Tax Assets (Net)	240,499.89	257,196.70	240,499.89	257,196.70
Current Assets, Loans And Advances	9,175.75	3,334.49	9,175.75	3,334.49
(a) Sundry Debtors	38.19	14.37	38.19	14.37
(b) Cash and Bank Balances	255,398.19	162,642.77	255,398.19	162,642.77
(c) Other Current Assets	24,518.68	13,321.63	24,518.68	13,321.63
(d) Loans and Advances	1,821,848.15	1,239,120.41	1,821,848.15	1,239,120.41
Less: Current Liabilities And Provisions	2,101,803.21	1,415,099.18	2,101,803.21	1,415,099.18
(a) Current Liabilities	27,504.45	105,235.34	27,504.45	105,235.34
(b) Provisions	76,769.28	43,659.37	76,769.28	43,659.37
Net Current Assets	104,273.73	148,894.71	104,273.73	148,894.71
Total	1,997,529.48	1,266,204.47	1,997,529.48	1,266,204.47

The Analytical Ratios relating to Standalone results of Indiabulls Financial Services Limited are as under:

Particulars	Standalone				
	(Rupees in Lakhs)				
	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
(I) Capital Adequacy Ratio	17.95%	21.81%	17.95%	21.81%	20.09%
(II) NPA Ratio					
(a) Amount of Gross Non Performing Assets	15,772.56	16,162.55	15,772.56	16,162.55	15,744.25
(b) Amount of Net Non Performing Assets	4,632.26	6,892.77	4,632.26	6,892.77	4,854.08
(c) % of Gross Non Performing Assets	0.89%	1.38%	0.89%	1.38%	0.99%
(d) % of Net Non Performing Assets	0.26%	0.59%	0.26%	0.59%	0.31%
(III) Return on Assets	0.75%	0.98%	1.53%	1.91%	3.60%

10 Number of Investor Complaints received and disposed off during the quarter ended September 30, 2011:
 Opening: 3, Received: 63, Disposed Off: 66, Pending: Nil

11 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
 Date : October 21, 2011

Gagan Banga
 CEO