



Indiabulls Financial Services Limited
Unaudited Consolidated Financial Results
for the quarter ended 30 June 2005

(Rupees in Lacs)

Particulars	Quarter ended		Year ended 31.03.05 (Audited)
	30.06.05 (Unaudited)	30.06.04 (Unaudited)	
Income from Operations	9,778	2,211	16,704
Other Income	85	102	137
Total Revenue	9,863	2,313	16,841
Operating Expenses	831	268	2,202
Employee Remuneration & Benefits	1,089	503	2,230
Administrative & Other Expenses	1,024	477	1,763
Deferred employee compensation expense	23	23	90
Total Expenditure	2,967	1,271	6,285
Interest and Finance Charges	549	118	1,338
Depreciation	124	37	217
Fringe Benefit Tax	12	-	-
Profit before tax	6,211	887	9,001
Provision for taxation	2,118	333	3,330
Net Profit after tax	4,093	554	5,671
Paid-up equity share capital	2,689	1,631	2,665
Reserves - excluding revaluation reserves	65,154	9,004	53,300
Earnings per share (Face value of Rs. 2 per share)-Basic	3.01	0.49	5.10
-Diluted	2.93	0.46	4.87
Preference Dividend - subsidiary	62	153	614
Aggregate of Non-promoters' shareholding			
Number of shares	85,822,389	32,945,870	84,622,389
Percentage of holding	63.84%	40.39%	63.51%

Notes :

- Indiabulls Financial Services Ltd. conducts its operations alongwith its subsidiary Companies - Indiabulls Securities Ltd., Indiabulls Commodities Pvt. Ltd., Indiabulls Insurance Advisors Pvt. Ltd., Indiabulls Credit Services Ltd., Indiabulls Finance Company Pvt. Ltd., Indiabulls Housing Finance Ltd., Indiabulls Real Estate Company Pvt. Ltd., Indiabulls Capital Services Ltd. and an associate company - Indiabulls Properties Pvt. Ltd.
- Principles of consolidation : The financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated financial statements as set out in the Accounting Standard on Consolidated Financial Statements prescribed by the Institute of Chartered Accountants of India. 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 and transactions and resulting unrealized gains / losses. The consolidated financial statements are prepared by applying uniform accounting policies. Accounting of investment in associate is based on equity method.
- The earnings considered in ascertaining the company's Earnings Per Share (EPS) comprises of the Net Profit after Tax and after payment of Preference Dividend to Preference Shareholders upto the date of redemption. The number of shares used in computing the basic EPS is the weighted average number of shares outstanding during the period / year presented in these financial statements. The number of shares used in computing diluted EPS comprises of the weighted average shares considered for deriving basic EPS and also the weighted average number of shares, if any, would have been issued on the conversion of all dilutive potential equity shares.
- Figures for the prior periods have been regrouped and / or reclassified wherever considered necessary.

Indiabulls Financial Services Limited (as standalone entity)

Unaudited Financial Results for the quarter ended 30 June 2005

(Rupees in Lacs)

Particulars	Quarter ended		Year ended 31.03.05 (Audited)
	30.06.05 (Unaudited)	30.06.04 (Unaudited)	
Income from Operations	4,312	630	5,189
Other Income	47	5	45
Total Revenue	4,359	635	5,234
Operating Expenses	40	11	103
Employee Remuneration & Benefits	277	1	76
Administrative & Other Expenses	411	9	165
Deferred employee compensation expense	23	23	90
Total Expenditure	751	44	434
Interest and Finance Charges	810	33	989
Depreciation	1	1	1
Fringe Benefit Tax	6	-	-
Profit before tax	2,791	557	3,810
Provision for taxation	950	210	1,450
Net Profit after tax	1,841	347	2,360
Paid-up equity share capital	2,689	1,631	2,665
Reserves - excluding revaluation reserves			32,380
Earnings per share (Face Value of Rs. 2 per share)-Basic	1.37	0.43	2.42
-Diluted	1.34	0.40	2.30
Aggregate of Non-promoters' shareholding			
Number of shares	85,822,389	32,945,870	84,622,389
Percentage of holding	63.84%	40.39%	63.51%
Items exceeding 10% of aggregate expenditure included under Administrative & Other Expenses :			
--Professional Charges	41	5	21
--Advertisement Charges	3	-	35
--Communication Charges	87	-	10
--Office Maintenance	27	-	51

Notes :

- The financial results of Indiabulls Financial Services Limited (IFSL) for the Quarter ended 30 June 2005 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 11 July 2005 and have been subjected to a Limited Review by the Statutory Auditors of the Company. The above financials pertain to IFSL as a standalone entity. IFSL conducts its operations alongwith its subsidiaries and an associate company. The consolidated financial statement has been furnished optionally to provide additional information.
- During the current quarter, three new 100% subsidiaries have been added to the group viz; Indiabulls Housing Finance Ltd. (IHFL), Indiabulls Real Estate Company Pvt. Ltd. (IRECPL), Indiabulls Capital Services Ltd. (ICapSL). Also, the Company has acquired 0.01% stake of the minority holders in Indiabulls Securities Limited, thereby making it a 100% subsidiary.
- During the current quarter, Indiabulls Finance Company Pvt. Ltd. (IFCPL), a subsidiary of the Company, has allotted 3,233,696 equity shares of Rs. 10 each to Amaprop Limited, an entity managed by Amaranth Advisors L.L.C. of the U.S.A., representing 42.5% shareholding of IFCPL for Rs. 1,309,715,452.
- During the current quarter 1,200,000 options of the Company, that vested under the "Indiabulls Employees Stock Option Scheme" (the ESOS), were exercised by the option holders and allotted by the Company at a price of Rs. 2 per equity share, in terms of the ESOS.
- The company's primary business segment is reflected based on principal business activities carried on by the company. The company's primary business activity comprises of financing related activities and investing in various subsidiaries.
- Operating expenses mainly consists of stamp duty expenses.
- Shareholder's complaints received and disposed off during quarter ended 30 June 2005.

Complaints pending at the beginning of the quarter	NIL
Complaints received during the quarter	24
Disposal of complaints	24
Complaints lying unresolved at the end of the quarter.	NIL
- Figures for the prior periods have been regrouped and/or reclassified wherever considered necessary.

Registered Office : F-60, Malhotra Building, 2nd Floor, Connaught Place, New Delhi 100 001.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Place : Mumbai
Date : July 11, 2005

Sameer Gehlaut
Chairman & CEO