

Indiabulls

Indiabulls Securities Limited Audited Consolidated Financial Results for the year ended March 31, 2008

(Rupees in Crores)

Particulars	Nine months ended		Quarter ended		Year ended	
	31.12.2007 Unaudited	31.03.2008 Unaudited	31.03.2007 Unaudited	31.03.2008 Audited	31.03.2007 Audited	
1 Income from Operations	460.44	160.28	108.74	620.72	422.83	
2 Other Income	13.64	12.42	2.18	26.06	23.78	
3 Total Income (1+2)	474.08	172.70	110.92	646.78	446.61	
4 Expenditure						
a) Employees Cost	76.23	32.25	19.39	108.48	105.98	
b) Depreciation / Amortisation	15.65	5.70	4.77	21.35	14.44	
c) Operating Expenses	31.01	13.16	16.59	44.17	61.61	
d) Administrative & Other Expenses	46.33	25.40	10.17	71.73	50.63	
Total	169.22	76.51	50.92	245.73	232.66	
5 Interest and Finance Charges	10.08	14.06	2.37	24.14	14.14	
6 Exceptional Items (Refer Note 2 below)	-	-	-	-	-	
7 Profit from Ordinary Activities before Tax (3)-(4+5+6)	294.78	82.13	57.63	376.91	199.81	
8 Tax expense (including Deferred Tax and Fringe Benefits Tax)	96.45	28.69	19.67	125.14	62.42	
9 Net Profit from Ordinary Activities after Tax (7-8)	198.33	53.44	37.96	251.77	137.39	
10 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-	
11 Net Profit for the period (9-10)	198.33	53.44	37.96	251.77	137.39	
12 Preference Dividend for the period (including corporate dividend tax thereon)	0.20	0.11	-	0.31	-	
13 Share Capital Suspense (Refer note 3 below)	55.28	-	-	-	-	
14 Paid-up Equity Share Capital	-	50.69	17.83	50.69	17.83	
Face Value per Equity Share (Rs.)	-	2.00	10.00	2.00	10.00	
15 Paid-up Preference Share Capital	-	4.59	-	4.59	-	
Face Value per Preference Share (Rs.)	-	4.61	-	4.61	-	
16 Reserves excluding Revaluation Reserves	-	-	-	314.29	301.33	
17 Earnings per Share before extraordinary items						
-Basic (Rs.)	7.82	2.10	21.68	9.92	77.04	
-Diluted (Rs.)	7.82	2.04	21.68	9.64	77.04	
Earnings per Share after extraordinary items						
-Basic (Rs.)	7.82	2.10	21.68	9.92	77.04	
-Diluted (Rs.)	7.82	2.04	21.68	9.64	77.04	
Face Value per Share (Rs.)	2.00	2.00	10.00	2.00	10.00	
18 Public Shareholding						
- Number of Equity Shares	-	154,075,703	-	154,075,703	-	
- Percentage of shareholding	-	60.80%	-	60.80%	-	

Notes to Financial Results:

- Indiabulls Securities Limited ("ISL") conducts its operations along with its subsidiaries. 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 Standard (AS 21) as 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 Consolidated Financial Statements are prepared by applying uniform accounting policies.
- The Scheme of Arrangement ("the Scheme") providing for amalgamation of Indiabulls Credit Services Limited ("ICSL") with Indiabulls Financial Services Limited ("IBFSL") and the demerger of the securities broking and advisory business of the Company as a going concern, to ISL and their respective shareholders and creditors under sections 391 - 394 of the Companies Act, 1956, had been sanctioned by the Hon'ble High Court of Judicature at Delhi on November 23, 2007. Upon coming into effect of the Scheme on December 24, 2007 and with effect from the Appointed Date on April 1, 2007, ICSL stands amalgamated with IBFSL and the securities broking and advisory business of IBFSL stands demerged and transferred to and vested in ISL on a going concern basis. Consequent upon the Scheme being given effect to by the Company, the earnings per share and the figures in respect of the current quarter and year to date are not comparable with those of previous periods. As there was no subsidiary of ISL during the Financial Year 2006-07; the figures mentioned in quarter and year ended March 31, 2007 are that of standalone entity and hence not directly comparable.
- In terms of the Scheme, the company is required to issue and allot 253,426,989 Equity shares of face value Rs. 2 each aggregating to Rs. 506,853,978 and issue and allot 9,966,667 cumulative, non convertible redeemable Preference Shares of face value Rs. 4.61 each aggregating to Rs. 45,946,335 to the shareholders of IBFSL as on the record date i.e January 8, 2008, which has since been issued on January 10, 2008. Pending the issue of the said Equity and Preference shares to the shareholders, the said amount of Rs. 506,853,978 and Rs. 45,946,335 respectively is reflected as Share Capital Suspense for the nine months period ended December 31, 2007.
- Segment Results

(Rupees in Crores)

Particulars	Nine months ended		Quarter ended		Year ended	
	31.12.2007 Unaudited	31.03.2008 Unaudited	31.03.2007 Unaudited	31.03.2008 Audited	31.03.2007 Audited	
Segment Revenue						
Broking and related activities	461.36	160.09	109.86	621.45	424.88	
Others	5.45	9.82	1.06	15.27	21.73	
Total	466.81	169.91	110.92	636.72	446.61	
Less: Inter Segment Revenue	-	-	-	-	-	
Net Revenue from Operations	466.81	169.91	110.92	636.72	446.61	
Segment Results profit before Tax and Interest						
Broking and related activities	287.84	72.72	58.25	360.56	183.72	
Others	5.45	9.81	1.06	15.26	21.73	
Total	293.29	82.53	59.31	375.82	205.45	
Less: Interest*	-	-	-	-	-	
Other un - allocable expenditure net of un - allocable income	(1.49)	0.40	1.68	(1.09)	5.64	
Total Profit Before Tax	294.78	82.13	57.63	376.91	199.81	
Capital Employed (Segment Assets - Segment Liabilities)						
Broking related activities	271.83	(51.56)	225.74	(51.56)	225.74	
Others	-	(2.07)	-	(2.07)	-	
Total	271.83	(53.63)	225.74	(53.63)	225.74	
Unallocable Capital Employed	266.81	423.20	93.43	423.20	93.43	

* Other than the interest pertaining to the segments having operations which are primarily of financial nature.

Indiabulls Securities Limited (as standalone entity)
Audited Financial Results
for the year ended March 31, 2008

(Rupees in Crores)

Particulars	Nine months ended		Quarter ended		Year ended	
	31.12.2007 Unaudited	31.03.2008 Unaudited	31.03.2007 Unaudited	31.03.2008 Audited	31.03.2007 Audited	31.03.2008 Audited
1 Income from Operations	456.05	161.30	108.74	617.35	422.83	617.35
2 Other Income	8.72	2.60	2.18	11.32	23.78	11.32
3 Total Income (1+2)	464.77	163.90	110.92	628.67	446.61	628.67
4 Expenditure						
a) Employees Cost	74.05	31.36	19.39	105.41	105.98	105.41
b) Depreciation / Amortisation	15.55	5.66	4.77	21.21	14.44	21.21
c) Operating Expenses	30.40	12.83	16.59	43.23	61.61	43.23
d) Administrative & Other Expenses	46.04	25.31	10.17	71.35	50.63	71.35
Total	166.04	75.16	50.92	241.20	232.66	241.20
5 Interest and Finance Charges	9.93	5.76	2.37	15.69	14.14	15.69
6 Exceptional Items (Refer Note 3 below)	-	-	-	-	-	-
7 Profit from Ordinary Activities before Tax (3)-(4+5+6)	288.80	82.98	57.63	371.78	199.81	371.78
8 Tax expense (including Deferred Tax and Fringe Benefits Tax)	95.42	27.69	19.67	123.11	62.42	123.11
9 Net Profit from Ordinary Activities after Tax (7-8)	193.38	55.29	37.96	248.67	137.39	248.67
10 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-	-
11 Net Profit for the period (9-10)	193.38	55.29	37.96	248.67	137.39	248.67
12 Preference Dividend for the period (Including corporate dividend tax thereon)	0.20	0.11	-	0.31	-	0.31
13 Share Capital Suspende (Refer note 3 g) below)	55.28	-	-	-	-	-
14 Paid-up Equity Share Capital	-	50.69	17.83	50.69	17.83	50.69
Face Value per Equity Share (Rs.)	-	2.00	10.00	2.00	10.00	2.00
15 Paid-up Preference Share Capital	-	4.59	-	4.59	-	4.59
Face Value per Preference Share (Rs.)	-	4.61	-	4.61	-	4.61
16 Reserves excluding Revaluation Reserves	-	-	-	308.74	301.33	308.74
17 Earnings per Share before extraordinary items						
-Basic (Rs.)	7.62	2.18	21.68	9.80	77.04	9.80
-Diluted (Rs.)	7.62	2.12	21.68	9.53	77.04	9.53
Earnings per Share after extraordinary items						
-Basic (Rs.)	7.62	2.18	21.68	9.80	77.04	9.80
-Diluted (Rs.)	7.62	2.12	21.68	9.53	77.04	9.53
Face Value per Equity Share (Rs.)	2.00	2.00	10.00	2.00	10.00	2.00
18 Public Shareholding						
- Number of Equity Shares	-	154,075,703	-	154,075,703	-	154,075,703
- Percentage of shareholding	-	60.80%	-	60.80%	-	60.80%
Items exceeding 10% of Total Expenditure						
--- Stamp Duty	6.60	5.03	8.27	11.63	29.20	11.63

Notes to Financial Results:

- The Consolidated and Standalone financial results of Indiabulls Securities Limited ("the Company", "ISL") for the quarter and year ended March 31, 2008 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 28, 2008.
- The Board of Directors of the Company at its meeting held on April 28, 2008 has recommended a Dividend of Rs. 7.50 per share (375% on the face value of Rs. 2 per share) for the financial year 2007-08.
- The Scheme of Arrangement ("the Scheme") providing for amalgamation of Indiabulls Credit Services Limited ("ICSL") with Indiabulls Financial Service Limited ("IBFSL") and the demerger of a part of the securities broking and advisory business (fee income) of IBFSL as a going concern, to ISL and their respective shareholders and creditors under sections 391 - 394 of the Companies Act, 1956, had been sanctioned by the Hon'ble High Court of Judicature at Delhi on November 23, 2007. Upon coming into effect of the Scheme on December 24, 2007 and with effect from the Appointed Date on April 1, 2007, ICSL stands amalgamated with IBFSL and the securities broking and advisory business of IBFSL stands demerged and transferred to and vested in ISL on a going concern basis. In terms of the Scheme, with effect from the Appointed date on April 01, 2007:
 - All business activities of IBFSL, relating to the security broking and advisory business, carried out on or after the Appointed Date are deemed to have been carried out by IBFSL on behalf of ISL on a going concern basis and consequently, all profits and losses of IBFSL and related taxes paid, relating to the security broking and advisory business, are deemed to be the profits, losses and taxes of ISL. The Scheme has accordingly been given effect to in the previous quarter.
 - Assets comprising of fixed assets, investments, sundry debtors, loans and advances, security deposits and cash aggregating to Rs. 461,032,891, current liabilities (including general purpose liabilities) amounting to Rs. 272,156,401 and proportionate liability of Rs. 45,946,335 in respect of Preference Share Capital have been transferred to ISL.
 - As a result of the Scheme the existing equity capital of 17,834,099 shares @ Rs. 10 each of ISL has been cancelled and fresh equity capital of 253,426,989 shares @ Rs. 2 each and 9,966,667 5% cumulative, non convertible redeemable Preference Shares @ Rs. 4.61 each is issued on January 10, 2008.
 - As a result of the Scheme the Capital Redemption Reserve of the company has been reduced by Rs 185,582,833.
 - On August 2, 2006, IBFSL had issued and allotted 9,966,667 Cumulative, Redeemable, Non Convertible Preference shares at Rs. 300 per share to Oberon Limited. The face value per share had reduced to Rs.162 per preference share on the demerger of the real estate business of IBFSL to Indiabulls Real Estate Limited from the appointed date of May 01, 2006 for that demerger. The preference dividend for the half year ended September 30, 2007 @ 5% on the face value of Rs. 162 had already been declared and paid by IBFSL. Consequent to the transfer of Preference Share Capital to ISL, an amount of Rs. 1,343,873 being ISL's share of proportionate dividend and corporate dividend tax on the same on the face value of Rs. 4.61 each for the half year ended on September 30, 2007 has been charged to ISL.
 - An amount of Rs. 93,001,590 related to the advisory income net of expenses, for the current year, which had been recorded by IBFSL as the business had been run by IBFSL in trust on behalf of ISL, has been transferred to ISL.
 - In terms of the scheme, the company is required to issue and allot 253,426,989 Equity shares of face value Rs. 2 each aggregating to Rs. 506,853,978 and issue and allot 9,966,667 cumulative, non convertible redeemable Preference Shares of face value Rs. 4.61 each aggregating to Rs. 45,946,335 to the shareholders of IBFSL as on the record date i.e January 8, 2008, which has since been issued on January 10, 2008. Pending the issue of the said Equity and Preference shares to the shareholders, the said amount of Rs. 506,853,978 and Rs. 45,946,335 respectively is reflected as Share Capital Suspende for the nine months period ended December 31, 2007.
 - As a result of the above, the earnings per share and the figures in respect of the current quarter and year to date are not comparable with those of previous periods.
- Subsequent to the year end the Equity Shares of the Company got listed on National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE) on April 02, 2008.
- During the year ended CRISIL has assigned a CRISIL BQ - 1 to ISL. This is an opinion on the quality of operations and service offered by the graded broker. The grading is expressed on a five point scale BQ-1 to BQ-5, with BQ-1 being the highest.
- During the Quarter, the Company invested an amount of Rs 5 Lacs in one wholly owned Subsidiary - Devata Tradelinik Limited.

7 Segment Results

(Rupees in Crores)

Particulars	Nine months ended		Quarter ended		Year ended	
	31.12.2007 Unaudited	31.03.2008 Unaudited	31.03.2007 Unaudited	31.03.2008 Audited	31.03.2007 Audited	31.03.2008 Audited
Segment Revenue						
Broking and related activities	456.93	161.12	109.86	618.05	424.88	618.05
Others	0.59	-	1.06	0.59	21.73	0.59
Total	457.52	161.12	110.92	618.64	446.61	618.64
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Revenue from Operations	457.52	161.12	110.92	618.64	446.61	618.64
Segment Results profit before Tax and Interest						
Broking and related activities	286.64	83.28	58.25	369.92	183.72	369.92
Others	0.59	-	1.06	0.59	21.73	0.59
Total	287.23	83.28	59.31	370.51	205.45	370.51
Less: Interest*	-	-	-	-	-	-
Other un - allocable expenditure net of un - allocable income	(1.57)	0.30	1.68	(1.27)	5.64	(1.27)
Total Profit Before Tax	288.80	82.98	57.63	371.78	199.81	371.78
Capital Employed (Segment Assets - Segment Liabilities)						
Broking related activities	267.16	(57.59)	225.74	(57.59)	225.74	(57.59)
Others	-	-	-	-	-	-
Total	267.16	(57.59)	225.74	(57.59)	225.74	(57.59)
Unallocable Capital Employed	264.07	421.61	93.43	421.61	93.43	421.61

* Other than the interest pertaining to the segments having operations which are primarily of financial nature.

- Number of Investor Complaints received and disposed off during the quarter ended March 31, 2008
Opening: Nil, Received: Nil, Disposed off: Nil, Pending: 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 110 001.

For and on behalf of Board of Directors

Place : Mumbai
Date : April 28, 2008

Divyesh B Shah
CEO