

Indiabulls

Indiabulls Securities Limited (as standalone entity) Unaudited Financial Results for the quarter ended September 30, 2008

Particulars	Quarter ended		Half year ended		Year ended
	30.09.08	30.09.07	30.09.08	30.09.07	31.03.08
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 a) Income from Operations	9,889.70	12,597.49	20,144.82	22,361.00	56,721.14
b) Other Operating Income	1,604.02	858.45	3,479.67	1,645.99	5,047.94
2 Expenditure					
a) Employees Cost	2,876.90	2,223.82	6,114.51	3,475.79	10,541.29
b) Depreciation	588.00	522.45	1,148.00	1,003.81	2,121.07
c) Operating Expenses	877.34	874.73	1,822.00	2,010.64	4,322.98
d) Administrative & Other Expenses	1,426.84	1,471.09	3,027.98	2,506.11	7,135.20
Total	5,769.08	5,092.09	12,112.49	8,996.35	24,120.54
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	5,724.64	8,363.85	11,512.00	15,010.64	37,648.54
4 Other Income	423.51	299.77	622.39	491.79	1,097.77
5 Profit before Interest & Exceptional Items (3+4)	6,148.15	8,663.62	12,134.39	15,502.43	38,746.31
6 Interest and Finance Charges	527.75	183.36	896.38	359.80	1,569.13
7 Profit after interest but before Exceptional Items (5-6)	5,620.40	8,480.26	11,238.01	15,142.63	37,177.18
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	5,620.40	8,480.26	11,238.01	15,142.63	37,177.18
10 Tax expense (including Deferred Tax and Fringe Benefits Tax)	1,859.49	2,822.24	3,728.22	5,038.37	12,311.34
11 Net Profit from Ordinary Activities after Tax (9-10)	3,760.91	5,658.02	7,509.79	10,104.26	24,865.84
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 Net Profit for the period (11-12)	3,760.91	5,658.02	7,509.79	10,104.26	24,865.84
14 Preference Dividend for the period (Including corporate dividend tax thereon)	13.35	-	26.35	-	31.18
15 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	5,068.54	1,783.41	5,068.54	1,783.41	5,068.54
Face Value per Equity Share (Rs.)	2.00	10.00	2.00	10.00	2.00
16 Paid-up Preference Share Capital	459.46	-	459.46	-	459.46
Face Value per Preference Share (Rs.)	4.61	-	4.61	-	4.61
17 Reserves excluding Revaluation Reserves as per Balance Sheet as on March 31, 2008	-	-	-	-	30,874.48
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	1.48	31.73	2.95	56.66	9.80
-Diluted	1.45	31.73	2.86	56.66	9.53
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)					
-Basic	1.48	31.73	2.95	56.66	9.80
-Diluted	1.45	31.73	2.86	56.66	9.53
19 Public Shareholding					
- Number of Equity Shares	155,218,765	-	155,218,765	-	154,075,703
- Percentage of shareholding	61.25%	0.00%	61.25%	0.00%	60.80%

Notes to Financial Results:

- The standalone financial results of Indiabulls Securities Limited ('IBSL', the Company) for the quarter ended September 30, 2008 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 21, 2008. The financial results pertaining to IBSL as a standalone entity have been subjected to a limited review by the Statutory Auditors of the Company.
- The Scheme of Arrangement ("the Scheme") providing for inter-alia, the demerger of the securities broking and advisory services business of Indiabulls Financial Services Limited (IBFSL) as a going concern, into the Company 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, the securities broking and advisory business of IBFSL stands demerged and transferred to and vested in the Company on a going concern basis.
- During the quarter, the Board of Directors have authorized the Company at its meeting held on 23rd September, 2008 to subscribe to 24.5% of the paid up share capital of Indiabulls Life Insurance Company Limited (ILICL), a Joint Venture of Indiabulls Financial Services Limited (IBFSL) and Sogecap of France. The proposed subscription in ILICL by the Company subject to clearance by IRDA, was earlier to be subscribed to by the promoters / directors of IBFSL in their individual capacity, has now been proposed to be subscribed by the Company in view of the reservations of Insurance Regulatory and Development Authority (IRDA). A proposal for the same has been submitted by ILICL to IRDA in this regard.
- During the quarter, the dividend for FY 2007-08 of Rs. 7.50 per equity share (375% on the face value of Rs. 2/- per equity share) amounting to Rs.19,007.02 lakhs (excluding corporate dividend tax) was approved at the Annual General Meeting of the Company held on September 05, 2008 and was paid by the Company on September 09, 2008 into the Dividend Account.
- During the Quarter, the Company invested an amount of Rs 350 lakhs in one wholly owned Subsidiary - Indiabulls Brokerage Limited.

(Rupees in Lakhs)

Particulars	Quarter ended		Half year ended		Year ended
	30.09.08	30.09.07	30.09.08	30.09.07	31.03.08
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue					
Broking related activities	11,599.82	13,479.47	23,730.70	24,030.52	61,804.51
Others	-	12.35	-	12.35	58.90
Total	11,599.82	13,491.82	23,730.70	24,042.87	61,863.41
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	11,599.82	13,491.82	23,730.70	24,042.87	61,863.41
2 Segment Results profit before Tax and Interest					
Broking related activities	5,556.19	8,241.18	11,022.34	14,746.56	36,393.90
Others	-	12.35	-	12.35	58.90
Total	5,556.19	8,253.53	11,022.34	14,758.91	36,452.80
(i) Less: Interest *	-	-	-	-	-
(ii) Other un-allocable expenditure / (income)	(64.21)	(226.73)	(215.67)	(383.72)	(724.38)
net off unallocable income / (expenditure)	-	-	-	-	-
Total Profit Before Tax	5,620.40	8,480.26	11,238.01	15,142.63	37,177.18
3 Capital Employed (Segment Assets - Segment Liabilities)					
Broking related activities	41,367.97	31,151.16	41,367.97	31,151.16	(7,914.75)
Others	-	-	-	-	-
Total	41,367.97	31,151.16	41,367.97	31,151.16	(7,914.75)
Unallocable Capital Employed	2,517.35	10,869.42	2,517.35	10,869.42	44,317.23

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

7 Number of Investor Complaints received and disposed off during the quarter ended September 30, 2008:

Opening: Nil, Received:45, Disposed Off:45, Pending: Nil.

8 Figures for the prior year / periods have been regrouped and / or reclassified wherever considered necessary, except for the effect of the demerger of the securities broking and advisory services business (a part of Fee Income) from Indiabulls Financial Services Limited to the Company. The earnings per share and the figures in respect of the current quarter, half year and the previous year are post demerger and that of the previous quarter and half year are pre demerger and are not comparable.

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, 2008

Dhryesh B. Shah
CEO & Director