

Indiabulls

Indiabulls Securities Limited Audited Consolidated Financial Results for the year ended March 31, 2010

Rupees in Lakhs

Particulars	Year ended	
	31.03.10 Audited	31.03.09 Audited
1 a) Income from Operations	30,512.12	33,322.74
b) Other Operating Income	4,711.93	6,296.60
Total	35,224.05	39,619.34
2 Expenditure		
a) Employees Cost	13,702.66	11,493.65
b) Depreciation / Amortisation	2,141.48	2,439.28
c) Operating Expenses	2,955.81	3,194.66
d) Administrative & Other Expenses	5,062.35	20,962.00
Total	23,862.30	38,089.59
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	11,361.75	1,529.75
4 Other Income	755.38	1,215.40
5 Profit before Interest & Exceptional Items (3+4)	12,117.13	2,745.15
6 Interest and Finance Charges	1,908.83	4,681.96
7 Profit/(Loss) after Interest but before Exceptional Items (5-6)	10,208.30	(1,936.81)
8 Exceptional Items	-	-
9 Profit/(Loss) from Ordinary Activities before Tax (7-8)	10,208.30	(1,936.81)
10 Tax expense (including Wealth Tax, Deferred Tax and Fringe Benefits Tax(Fringe Benefits Tax for current period is Nil))	3,460.94	(632.60)
11 Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	6,747.36	(1,304.21)
12 Extraordinary Items (net of tax expenses Rs. NIL)	-	-
13 Net Profit/(Loss) for the year before Minority Interest (11-12)	6,747.36	(1,304.21)
14 Minority Interest	-	-
15 Net Profit/(Loss) from Ordinary Activities after Tax and Minority Interest (13-14)	6,747.36	(1,304.21)
16 Preference Dividend for the year (including corporate dividend tax thereon)	18.11	53.75
17 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	4,598.81	5,068.54
18 Paid-up Preference Share Capital (Face Value of Rs.4.61 per Preference Share)	-	459.46
19 Reserves excluding Revaluation Reserves	18,558.93	24,141.50
20 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)		
-Basic (Amount in Rs.)	2.68	(0.54)
-Diluted (Amount in Rs.)	2.58	(0.54)
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)		
-Basic (Amount in Rs.)	2.68	(0.54)
-Diluted (Amount in Rs.)	2.58	(0.54)
21 Public Shareholding		
- Number of Equity Shares	156,538,241	168,067,693
- Percentage of shareholding	68.08%	66.32%
22 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	68,713,425	68,713,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	29.88%	27.11%
Items exceeding 10% of Total Expenditure		
Loss on Dealing in Securities	-	15,345.29

Notes to Financial Results:

- 1 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.
- 2 Administrative and other expenses for the previous year ended March 31, 2009 included a charge on account of losses on dealing in securities incurred by wholly owned subsidiary amounting to Rs 15,345.04 Lakhs for the year ended March 31, 2009. Consequently, the holding company had written off loans amounting to Rs. 18,093.00 Lakhs, which were recoverable from this subsidiary in its stand-alone financial statements for the previous year ended March 31, 2009
- 3 Figures for the prior year have been regrouped and / or reclassified wherever considered necessary to conform to the current year presentation.

4 Statement of Assets and Liabilities		Rupees in Lakhs	
Particulars	As At		
	31.03.10 Audited	31.03.09 Audited	
Shareholders Funds			
(a) Share Capital	4,598.81	5,528.00	
(b) Reserves and Surplus	18,558.93	24,141.50	
Loan Funds	33,919.33	11,647.48	
Deferred Tax Liability (Net)	261.84	96.62	
Total	57,338.91	41,413.60	
Fixed Assets (including Capital work in progress / Capital Advances)	7,347.56	9,131.68	
Investments	4,767.29	4,767.28	
Current Assets, Loans And Advances			
(a) Stock of Securities	499.50	-	
(b) Sundry Debtors	10,238.91	2,702.13	
(c) Cash and Bank Balances	59,399.45	47,586.53	
(d) Other Current Assets	973.50	1,818.76	
(e) Loans and Advances	19,038.20	10,897.61	
	90,149.56	63,005.03	
Less: Current Liabilities And Provisions			
(a) Current Liabilities	38,352.53	28,871.87	
(b) Provisions	6,572.97	6,618.52	
	44,925.50	35,490.39	
Net Current Assets	45,224.06	27,514.64	
Total	57,338.91	41,413.60	

5 Segment Results		Rupees in Lakhs	
Particulars	Year ended		
	31.03.10 Audited	31.03.09 Audited	
a Segment Revenue			
Broking & related activities	35,157.46	39,535.77	
Others	66.59	83.57	
Total	35,224.05	39,619.34	
Less: Inter Segment Revenue	-	-	
Income from Operations	35,224.05	39,619.34	
b Segment Results Profit/(Loss) before Tax and Interest			
Broking & related activities	11,490.21	16,522.20	
Others	17.94	(15,261.46)	
Total	11,508.15	1,260.74	
(i) Less: Interest	1,315.10	3,952.51	
(ii) Less: Other un-allocable expenditure net off unallocable income	(15.25)	(754.96)	
Total Profit/(Loss) Before Tax	10,208.30	(1,936.81)	
c Capital Employed (Segment Assets - Segment Liabilities)			
Broking & related activities	42,146.60	37,023.92	
Others	678.47	-	
Unallocable Capital Employed	(19,667.33)	(7,354.42)	
Total	23,157.74	29,669.50	

Note: "Others" business segment constitutes investment and dealing in tradable securities and arbitrage transaction in securities.

Indiabulls Securities Limited (as standalone entity)
Audited Financial Results
for the year ended March 31, 2010

Rupees in Lakhs

Particulars	Year ended	
	31.03.10 Audited	31.03.09 Audited
1 a) Income from Operations	29,206.56	33,080.30
b) Other Operating Income	4,553.77	6,107.91
Total	33,760.33	39,188.21
2 Expenditure		
a) Employees Cost	13,357.18	11,160.62
b) Depreciation / Amortisation	2,121.54	2,422.20
c) Operating Expenses	2,781.41	3,089.73
d) Administrative & Other Expenses	4,912.85	23,658.27
Total	23,172.98	40,330.82
3 Profit/(Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	10,587.35	(1,142.61)
4 Other Income	715.07	1,139.77
5 Profit/(Loss) before Interest & Exceptional Items (3+4)	11,302.42	(2.84)
6 Interest and Finance Charges	1,907.99	1,945.24
7 Profit/(Loss) after Interest but before Exceptional Items (5-6)	9,394.43	(1,948.08)
8 Exceptional Items	-	-
9 Profit/(Loss) from Ordinary Activities before Tax (7-8)	9,394.43	(1,948.08)
10 Tax expense (including Wealth Tax, Deferred Tax and Fringe Benefits Tax(Fringe Benefits Tax for current period is Nil))	3,272.68	(659.77)
11 Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	6,121.75	(1,288.31)
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-
13 Net Profit/(Loss) for the year (11-12)	6,121.75	(1,288.31)
14 Preference Dividend for the year (Including corporate dividend tax thereon)	18.11	53.75
15 Paid-up Equity Share Capital (Face Value of Rs.2 per Equity Share)	4,598.81	5,068.54
16 Paid-up Preference Share Capital (Face Value of Rs.4.61 per Preference Share)	-	459.46
17 Reserves excluding Revaluation Reserves	17,394.30	23,602.48
18 Earnings per Share before extraordinary items (Face Value of Rs.2 per Equity Share)		
-Basic (Amount in Rs.)	2.43	(0.53)
-Diluted (Amount in Rs.)	2.34	(0.53)
Earnings per Share after extraordinary items (Face Value of Rs.2 per Equity Share)		
-Basic (Amount in Rs.)	2.43	(0.53)
-Diluted (Amount in Rs.)	2.34	(0.53)
19 Public Shareholding		
- Number of Equity Shares	156,538,241	168,067,693
- Percentage of shareholding	68.08%	66.32%
20 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	68,713,425	68,713,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	29.88%	27.11%
Items exceeding 10% of Total Expenditure		
Bad Debts written off	18.17	18,093.00
Notes to Financial Results:		
1 The Consolidated and Standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the year ended March 31, 2010 have been reviewed by the Audit Committee and approved at the meeting of Board of Directors held on April 24, 2010.		
2 During the quarter ended March 31, 2009, the Shareholders of the Company by way of special resolution passed through postal ballot, authorised the buy-back of the Company's fully paid-up Equity Shares of face value Rs 2/- each from the open market through stock exchanges, at a price not exceeding Rs. 33/- per share up to a maximum amount of Rs. 8,317.96 Lakhs, being 25% of the total paid-up equity capital and free reserves as per the audited balance sheet of the Company for the year ended March 31, 2008, to be financed out of the Company's free reserves and surplus and balance in the Profit and Loss Account. The Company had proposed to buyback upto 39,281,000 of its fully paid up Equity Shares and minimum number of 5,000,000 of its fully paid up Equity Shares at a price not exceeding Rs 33/- per Equity Share. During the year ended March 31, 2010, the Company has completed buy back on March 5, 2010 and has bought back 23,486,341 Equity Shares of face value of Rs 2 each utilising Rs 7,419.09 lacs.		

- 3 The Shareholders of the Company at their Annual General Meeting held on September 30, 2009 have authorized the Board of Directors to grant Two crore options, representing equivalent number of Equity shares of face value Rs 2/- each in one or more tranches, pursuant to a new employee stock option scheme titled as 'Indiabulls Securities Limited Employees Stock Option Scheme – 2009' ("IBSL ESOP - 2009"). The options covered under the Scheme would be granted, at closing market price of the day prior to the date of grant and on such terms and conditions as may be decided by the Board / its Compensation Committee, to the eligible employees of the Company and its subsidiaries. The Compensation Committee constituted by the Board of Directors of the Company has, at its meeting on December 1, 2009, granted, under the "IBSL ESOP - 2009" One Crore Stock Options representing an equal number of equity shares of face value Rs 2/- each in the Company, at an exercise price of Rs.35.25, being the latest available closing market price on the National Stock Exchange of India Ltd., as on November 30, 2009. The Stock Options so granted, shall vest within 10 years beginning from December 2, 2010, the first vesting date. The option granted under each of the slabs, can be exercised within a period of five years from the relevant vesting date.
- 4 The Board of Directors of the Company at its meeting held on April 24, 2010 has recommended a final dividend of Rs. 2 per share for the financial year 2009-10.
- 5 Segment Results

	Particulars	Rupees in Lakhs	
		Year ended	
		31.03.10 Audited	31.03.09 Audited
a	Segment Revenue		
	Broking & related activities	33,689.15	39,188.21
	Others	71.18	-
	Total	33,760.33	39,188.21
	Less: Inter Segment Revenue	-	-
	Income from Operations	33,760.33	39,188.21
b	Segment Results Profit/(Loss) before Tax and Interest		
	Broking & related activities	10,641.69	16,686.36
	Others	71.18	-
	Total	10,712.87	16,686.36
	(i) Less: Interest	1,324.13	1,229.32
	(ii) Less: Other un-allocable expenditure net off unallocable income	(5.69)	17,405.12
	Total Profit/(Loss) Before Tax	9,394.43	(1,948.08)
c	Capital Employed (Segment Assets - Segment Liabilities)		
	Broking & related activities	40,377.98	37,094.62
	Others	-	-
	Unallocable Capital Employed	(18,384.87)	(7,964.14)
	Total	21,993.11	29,130.48

Note: "Others" business segment constitutes investment and dealing in tradable securities and arbitrage transaction in securities.

Other un-allocable expenditure net off unallocable income includes write off of loan given to a wholly own subsidiary amounting to Rs Nil (Previous year Rs 18,093.00 Lakhs).

- 6 Number of Investor Complaints received and disposed off during the quarter ended March 31, 2010:

Opening: Nil , Received: 113, Disposed Off: 113, Pending: Nil.

- 7 Figures for the prior year have been regrouped and / or reclassified wherever considered necessary to conform to the current year presentation

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 24, 2010

Divyesh Shah
CEO and Director