

EW/Sec/2013/111

July 26, 2013

National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051.	BSE Limited P J Towers, Dalal Street, Fort, Mumbai – 400 001.
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Dear Sir,

Sub: Outcome of the Board Meeting

Pursuant to Clause 41 of the Listing Agreement, the Board of Directors of the Company at their meeting held today have approved the unaudited:-

- i. Consolidated Financial Results of the Company; and
- ii. Standalone Financial Results of the Company

for the first quarter ended June 30, 2013.

The copies of the results are enclosed. Enclosed is also the Limited Review Report issued by the Statutory Auditors of the Company on the standalone financial results of the Company.

Kindly take the same on record.

Thanking you,

**Yours faithfully,
For Edelweiss Financial Services Limited**


B. Renganathan
Sr. Vice President & Company Secretary

Encl.: as above.

Edelweiss Financial Services Limited

Registered Office: Edelweiss House, Off. C.S.T. Road, Kalina, Mumbai - 400 098
Tel: +91-22-40094400 Fax: +91-22-42273838
Website : www.edelweissfin.com



Consolidated Financial Results for the quarter ended 30 June 2013

Part I

Particulars	Quarter Ended			Year Ended
	June 30, 2013 (Unaudited)	March 31, 2013 (Unaudited)	June 30, 2012 (Unaudited)	March 31, 2013 (Audited)
1 Income from operations				
(a) Fee and commission income	82.90	90.03	70.92	319.37
(b) Interest and treasury income	521.93	467.98	445.62	1,772.52
(c) Premium from life insurance business	10.24	32.33	3.46	52.48
(d) Other operating income	5.23	5.12	7.50	24.34
Total income from operations	620.30	595.46	527.50	2,168.71
2 Expenses				
(a) Employee benefits expense	104.72	104.65	78.37	363.91
(b) Depreciation and amortisation expense	12.72	14.31	11.54	51.43
(c) Change in life insurance policy liability - actuarial	5.52	21.67	0.75	31.49
(d) Other expenses	105.26	94.29	91.17	364.54
Total expenses	228.22	234.92	181.83	811.37
3 Profit / (Loss) from operations before other income and finance costs (1-2)	392.08	360.54	345.67	1,357.34
4 Other income	1.43	1.50	1.68	6.75
5 Profit / (Loss) from ordinary activities before finance costs (3+4)	393.51	362.04	347.35	1,364.09
6 Finance costs	310.43	290.80	294.57	1,113.33
7 Profit / (Loss) before tax (5-6)	83.08	71.24	52.78	250.76
8 Tax expense	28.84	28.82	17.48	88.15
9 Net Profit / (Loss) after tax (7-8)	54.24	42.42	35.30	162.61
10 Share of profit / (Loss) of associates	2.89	2.99	3.97	8.57
11 Minority interest	1.46	(5.67)	(0.51)	(7.29)
12 Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (9+10-11)	55.67	51.08	39.78	178.47
13 Paid-up equity share capital (Face Value of ₹ 1/- Per Share)	76.81	76.38	75.90	76.38
14 Reserves excluding Revaluation Reserves				2,683.09
15 Earnings Per Share (EPS) in Rupees (Face Value of ₹ 1/- Per Share)				
- Basic (Not annualised)	0.73	0.67	0.53	2.35
- Diluted (Not annualised)	0.72	0.66	0.52	2.31

Part II - Select Information for the quarter ended 30 June 2013

A PARTICULARS OF SHAREHOLDING				
1 Public shareholding				
- Number of shares	482,386,640	478,126,590	473,243,590	478,126,590
- Percentage of shareholding	62.80%	62.59%	62.35%	62.59%
2 Promoters & promoter group shareholding				
a) Pledged/ Encumbered				
- Number of shares	22,100,000	14,200,000	35,216,667	14,200,000
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	7.73%	4.97%	12.33%	4.97%
- Percentage of shares (as a % of total share capital of the company)	2.88%	1.86%	4.64%	1.86%
b) Non-encumbered				
- Number of shares	263,615,690	271,515,690	250,499,023	271,515,690
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	92.27%	95.03%	87.67%	95.03%
- Percentage of shares (as a % of total share capital of the company)	34.32%	35.55%	33.01%	35.55%
B INVESTOR COMPLAINTS			Quarter ended June 30, 2013	
Pending at the beginning of the quarter				Nil
Received during the quarter				2
Disposed off during the quarter				2
Remaining unresolved at the end of the quarter				Nil

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Standalone Financial Results for the quarter ended 30 June 2013

Part I

	Particulars	Quarter Ended			(₹ in Crores)
		June 30, 2013 (Unaudited)	March 31, 2013 (Unaudited)	June 30, 2012 (Unaudited)	Year Ended March 31, 2013 (Audited)
1	Income from operations				
	(a) Income from operations	46.08	45.61	50.35	147.36
	(b) Other operating income	0.30	2.19	5.01	9.45
	Total income from operations	46.38	47.80	55.36	156.81
2	Expenses				
	(a) Employee benefits expense	9.90	10.55	9.18	38.89
	(b) Depreciation and amortisation expense	0.53	0.59	0.44	1.95
	(c) Other expenses	15.74	6.87	15.20	29.88
	Total expenses	26.17	18.01	24.82	70.72
3	Profit / (Loss) from operations before other income and finance costs (1-2)	20.21	29.79	30.54	86.09
4	Other income	0.07	0.05	-	0.06
5	Profit / (Loss) from ordinary activities before finance costs (3+4)	20.28	29.84	30.54	86.15
6	Finance costs (net)	8.15	12.09	13.63	39.04
7	Profit / (Loss) before tax (5-6)	12.13	17.75	16.91	47.11
8	Tax expense	0.65	0.32	-	0.32
9	Net Profit / (Loss) after tax (7-8)	11.48	17.43	16.91	46.79
10	Paid-up equity share capital (Face Value of ₹ 1/- Per Share)	76.81	76.38	75.90	76.38
11	Reserves excluding Revaluation Reserves				1,278.12
12	Earnings Per Share (EPS) in Rupees (Face Value of ₹ 1/- Per Share)				
	- Basic (Not annualised)	0.15	0.23	0.22	0.62
	- Diluted (Not annualised)	0.15	0.22	0.22	0.60

Part II - Select Information for the quarter ended 30 June 2013

A PARTICULARS OF SHAREHOLDING				
1	Public shareholding			
	- Number of shares	482,386,640	478,126,590	473,243,590
	- Percentage of shareholding	62.80%	62.59%	62.35%
2	Promoters & promoter group shareholding			
	a) Pledged/ Encumbered			
	- Number of shares	22,100,000	14,200,000	35,216,667
	- Percentage of shares (as a % of total shareholding of promoter and promoter group)	7.73%	4.97%	12.33%
	- Percentage of shares (as a % of total share capital of the company)	2.88%	1.86%	4.64%
	b) Non-encumbered			
	- Number of shares	263,615,690	271,515,690	250,499,023
	- Percentage of shares (as a % of total shareholding of promoter and promoter group)	92.27%	95.03%	87.67%
	- Percentage of shares (as a % of total share capital of the company)	34.32%	35.55%	33.01%
B INVESTOR COMPLAINTS				
				Quarter ended June 30, 2013
	Pending at the beginning of the quarter			Nil
	Received during the quarter			2
	Disposed off during the quarter			2
	Remaining unresolved at the end of the quarter			Nil

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Notes:

- 1 The consolidated and standalone financial results of Edelweiss Financial Services Limited ('EFSL' or 'the Company') for the quarter ended 30 June 2013 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 26 July 2013.
- 2 The financial results for the quarter ended 30 June 2013 of EFSL, on standalone basis, have been subjected to a 'Limited Review' by the Statutory Auditors of the Company and the auditors have issued an unqualified review report.
- 3 The Company 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) prescribed by Companies (Accounting Standards) Rules, 2006.
- 4 CRISIL has assigned the rating of 'CRISIL A1+' (pronounced 'CRISIL A one Plus') to the Short Term Debt Programme of EFSL for ₹ 4,850 Crores and the rating of 'CRISIL AA-/stable' (pronounced 'CRISIL double A minus rating with Stable Outlook') to the Long Term Debt Programme of EFSL for ₹ 22 Crores. ICRA has assigned the rating '[ICRA]AA-stable' (pronounced 'ICRA double A minus with Stable Outlook') to the Long Term Debt Programme of EFSL for ₹ 450 Crores, the rating 'PP-MLD [ICRA] AA-Stable' (pronounced 'PP-MLD-ICRA double A minus with Stable Outlook') to the Long Term Equity Linked Debenture Programme of EFSL for ₹ 25 Crores and the rating '[ICRA]AA- pn stable' (pronounced 'ICRA double A Minus Principal Not Protected with Stable Outlook') to the Long Term Equity Linked Debenture Programme of EFSL for ₹ 80 Crores. CARE has assigned the rating of 'CARE AA' (pronounced 'CARE double A') to the Long Term Debt Programme of EFSL for ₹ 50 Crores. The ratings as mentioned for these Programmes / Issues continue to remain in force.
- 5 During the quarter ended 30 June 2013, the Company has issued 4,260,050 equity shares of face value of ₹ 1 each to the employees on exercise of employee stock options.

6 Standalone Segment Results

Particulars	Quarter Ended		Year Ended	
	June 30, 2013 (Unaudited)	March 31, 2013 (Unaudited)	June 30, 2012 (Unaudited)	March 31, 2013 (Audited)
1 Segment revenue [Total income]				
Agency	4.30	6.94	1.17	31.11
Holding Company activities	42.15	40.91	54.19	125.76
Unallocated	-	-	-	-
Total income	46.45	47.85	55.36	156.87
2 Segment results [Profit / (Loss) before tax and interest]				
Agency	(1.97)	0.47	(4.48)	7.51
Holding Company activities (after interest expenses)	16.52	19.47	26.31	51.88
Unallocated	-	-	-	-
Profit / (Loss) before tax	14.55	19.94	21.83	59.39
Less:				
(a) Interest	-	-	-	-
(b) Unallocated net expenditure	(2.42)	(2.19)	(4.92)	(12.28)
Total Profit before tax	12.13	17.75	16.91	47.11
3 Capital employed [Segment assets - Segment liabilities]				
Agency	6.81	5.88	6.13	5.88
Holding Company activities	1,294.71	1,284.98	1,334.69	1,284.98
Unallocated	69.07	65.89	28.84	65.89
Total capital employed	1,370.59	1,356.75	1,369.66	1,356.75

Agency includes investment banking; Holding Company activities comprise of development, managerial and financial support to the businesses of subsidiaries/associates and investment activities.

- 7 The previous year/period figures have been regrouped/reclassified wherever necessary to conform to current financial year/period's presentation.
- 8 The standalone and consolidated results will be available on the Company's website - www.edelweissfin.com

On behalf of the Board of Directors

Rashesh Shah
Chairman

Mumbai, 26 July 2013.

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Standalone Financial Results for the quarter ended 30 June 2013

Part I

Particulars	(Rs. in Crores)			
	Quarter Ended		Year Ended	
	June 30, 2013 (Unaudited)	March 31, 2013 (Unaudited)	June 30, 2012 (Unaudited)	March 31, 2013 (Audited)
1 Income from operations				
(a) Income from operations	46.08	45.61	50.35	147.36
(b) Other operating income	0.30	2.19	5.01	9.45
Total income from operations	46.38	47.80	55.36	156.81
2 Expenses				
(a) Employee benefits expense	9.90	10.55	9.18	38.89
(b) Depreciation and amortisation expense	0.53	0.59	0.44	1.95
(c) Other expenses	15.74	6.87	15.20	29.88
Total expenses	26.17	18.01	24.82	70.72
3 Profit / (Loss) from operations before other income and finance costs (1-2)	20.21	29.79	30.54	86.09
4 Other income	0.07	0.05	-	0.06
5 Profit / (Loss) from ordinary activities before finance costs (3+4)	20.28	29.84	30.54	86.15
6 Finance costs (net)	8.15	12.09	13.63	39.04
7 Profit / (Loss) before tax (5-6)	12.13	17.75	16.91	47.11
8 Tax expense	0.65	0.32	-	0.32
9 Net Profit / (Loss) after tax (7-8)	11.48	17.43	16.91	46.79
10 Paid-up equity share capital (Face Value of Re. 1/- Per Share)	76.81	76.38	75.90	76.38
11 Reserves excluding Revaluation Reserves				1,278.12
12 Earnings Per Share (EPS) in Rupees (Face Value of Re. 1/- Per Share)				
- Basic (Not annualised)	0.15	0.23	0.22	0.62
- Diluted (Not annualised)	0.15	0.22	0.22	0.60

Part II - Select Information for the quarter ended 30 June 2013

A PARTICULARS OF SHAREHOLDING				
1 Public shareholding				
- Number of shares	482,386,640	478,126,590	473,243,590	478,126,590
- Percentage of shareholding	62.80%	62.59%	62.35%	62.59%
2 Promoters & promoter group shareholding				
a) Pledged/ Encumbered				
- Number of shares	22,100,000	14,200,000	35,216,667	14,200,000
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	7.73%	4.97%	12.33%	4.97%
- Percentage of shares (as a % of total share capital of the company)	2.88%	1.86%	4.64%	1.86%
b) Non-encumbered				
- Number of shares	263,615,690	271,515,690	250,499,023	271,515,690
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	92.27%	95.03%	87.67%	95.03%
- Percentage of shares (as a % of total share capital of the company)	34.32%	35.55%	33.01%	35.55%
B INVESTOR COMPLAINTS			Quarter ended June 30, 2013	
Pending at the beginning of the quarter				Nil
Received during the quarter				2
Disposed off during the quarter				2
Remaining unresolved at the end of the quarter				Nil

Notes:

- The standalone financial results of Edelweiss Financial Services Limited ('EFSL' or 'the Company') for the quarter ended 30 June 2013 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 26 July 2013.
- The financial results for the quarter ended 30 June 2013 of EFSL, on standalone basis, have been subjected to a 'Limited Review' by the Statutory Auditors of the Company and the auditors have issued an unqualified review report.
- CRISIL has assigned the rating of 'CRISIL A1+' (pronounced 'CRISIL A one Plus') to the Short Term Debt Programme of EFSL for Rs.4,850 Crores and the rating of 'CRISIL AA-/stable' (pronounced 'CRISIL double A minus rating with stable outlook') to the Long Term Debt Programme of EFSL for Rs.22 Crores. ICRA has assigned the rating 'ICRA AA-/stable' (pronounced 'ICRA double A minus with stable outlook') to the Long Term Debt Programme of EFSL for Rs.450 Crores, the rating 'PP-MLD [ICRA]AA-/stable' (pronounced 'PP-MLD-ICRA double A minus with stable outlook') to the Long Term Equity Linked Debenture Programme of EFSL for Rs.25 Crores and the rating 'ICRA AA- pn stable' (pronounced 'ICRA double A minus Principal Not Protected with stable outlook') to the Long Term Equity Linked Debenture Programme of EFSL for Rs.80 Crores. CARE has assigned the rating of 'CARE AA' (pronounced 'CARE double A') to the Long Term Debt Programme of EFSL for Rs.50 Crores. The ratings as mentioned for these Programmes / Issues continue to remain in force.
- During the quarter ended 30 June 2013, the Company has issued 4,260,050 equity shares of face value of Re.1 each to the employees on exercise of employee stock options.

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**5 Standalone Segment Results**

	Particulars	Quarter Ended		(Rs. in Crores)	
		June 30, 2013 (Unaudited)	March 31, 2013 (Unaudited)	June 30, 2012 (Unaudited)	March 31, 2013 (Audited)
1	Segment revenue [Total income]				
	Agency	4.30	6.94	1.17	31.11
	Holding Company activities	42.15	40.91	54.19	125.76
	Unallocated	-	-	-	-
	Total income	46.45	47.85	55.36	156.87
2	Segment results [Profit / (Loss) before tax and interest]				
	Agency	(1.97)	0.47	(4.48)	7.51
	Holding Company activities (after interest expenses)	16.52	19.47	26.31	51.88
	Unallocated	-	-	-	-
	Profit / (Loss) before tax	14.55	19.94	21.83	59.39
	Less:				
	(a) Interest	-	-	-	-
	(b) Unallocated net expenditure	(2.42)	(2.19)	(4.92)	(12.28)
	Total Profit before tax	12.13	17.75	16.91	47.11
3	Capital employed [Segment assets - Segment liabilities]				
	Agency	6.81	5.88	6.13	5.88
	Holding Company activities	1,294.71	1,284.98	1,334.69	1,284.98
	Unallocated	69.07	65.89	28.84	65.89
	Total capital employed	1,370.59	1,356.75	1,369.66	1,356.75

Agency includes investment banking; Holding Company activities comprise of development, managerial and financial support to the businesses of subsidiaries/associates and investment activities.

6 The previous year/period figures have been regrouped/reclassified wherever necessary to conform to current financial year/period's presentation.

7 The standalone results will be available on the Company's website - www.edelweissfin.com

On behalf of the Board of Directors

Rakesh Shah
Chairman

Mumbai, 26 July 2013.

B S R & Associates

(Registered)
Chartered Accountants

Lodha Excelus
1st Floor, Apollo Mills Compound
N. M. Joshi Marg
Mahalakshmi
Mumbai - 400 011
India

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Review report

To the Board of Directors of Edelweiss Financial Services Limited

We have reviewed the accompanying statement of unaudited financial results ('the Statement') of Edelweiss Financial Services Limited ('the Company') for the quarter ended 30 June 2013 except for the disclosures regarding 'Public shareholding' and 'Promoters and promoter group shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 26 July 2013. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates

Chartered Accountants

Firm's Registration No: 116231W



N Sampath Ganesh

Partner

Membership No: 042554

26 July 2013