

EW/Sec/2013/17

January 25, 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.

Dear Sir,

Sub: Outcome of the Board Meeting

This is to inform you that the Board of Directors of the Company at their meeting held today, have:

1. approved the Unaudited Standalone and Consolidated Financial Results for the third quarter and nine months ended December 31, 2012. A copy of the results under Clause 41 of the Listing Agreement is enclosed; and
2. Declared an interim dividend of Re. 0.55 per equity share of the face value of Re. 1/- each for the year 2012-13. The Interim Dividend will be credited/dispatched between February 13, 2013 and February 16, 2013.

Kindly take the above on the 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 and nine months ended 31 December 2012

Part I	Particulars	Quarter Ended			Nine Months Ended		(Rs. in Crores)
		December 31, 2012 (Unaudited)	September 30, 2012 (Unaudited)	December 31, 2011 (Unaudited)	December 31, 2012 (Unaudited)	December 31, 2011 (Unaudited)	Year Ended March 31, 2012 (Audited)
1	Income from operations						
	(a) Fee and commission income	82.80	79.58	76.93	229.34	229.04	321.31
	(b) Interest and treasury income	438.00	416.97	369.69	1,304.54	944.47	1,309.95
	(c) Premium from Life Insurance business	10.38	6.31	2.46	20.15	3.23	10.72
	(d) Other operating income	5.50	6.21	2.03	19.22	6.86	10.98
	Total income from operations	536.68	509.07	451.11	1,573.25	1,183.60	1,652.96
2	Expenses						
	(a) Employee benefits expense	97.63	83.26	69.72	259.26	193.14	271.21
	(b) Depreciation and amortisation expense	13.28	12.30	12.31	37.12	26.55	42.19
	(c) Other expenses	96.27	91.88	90.77	280.07	237.14	328.94
	Total expenses	207.18	187.44	172.80	576.45	456.83	642.34
3	Profit / (Loss) from operations before other income and finance costs (1-2)	329.50	321.63	278.31	996.80	726.77	1,010.62
4	Other income	2.54	1.03	(0.80)	5.25	2.56	8.19
5	Profit / (Loss) from ordinary activities before finance costs (3+4)	332.04	322.66	277.51	1,002.05	729.33	1,018.81
6	Finance costs	264.93	263.02	234.52	822.53	595.05	829.65
7	Profit / (Loss) before tax (5-6)	67.11	59.64	42.99	179.52	134.28	189.16
8	Tax expense	22.16	19.69	16.23	59.33	45.45	68.09
9	Net Profit / (Loss) after tax (7-8)	44.95	39.95	26.76	120.19	88.83	121.07
10	Share of profit / (loss) of associates	0.74	0.87	3.49	5.58	5.53	9.54
11	Minority interest	(0.35)	(0.76)	0.81	(1.62)	5.38	2.87
12	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (9+10-11)	46.04	41.58	29.44	127.39	88.98	127.74
13	Paid-up equity share capital (Face Value of Re. 1/- Per Share)	76.17	75.92	75.66	76.17	75.66	75.68
14	Reserves excluding Revaluation Reserves						2,559.17
15	Earnings Per Share (EPS) in Rupees (Face Value of Re. 1/- Per Share)						
	- Basic (Not annualised)	0.60	0.55	0.39	1.68	1.18	1.69
	- Diluted (Not annualised)	0.59	0.54	0.38	1.65	1.16	1.66

Part II - Select Information for the quarter and nine months ended 31 December 2012

A PARTICULARS OF SHAREHOLDING							
1 Public shareholding							
- Number of shares	47,60,24,590	47,35,13,590	47,09,30,590	47,60,24,590	47,09,30,590	47,10,83,590	
- Percentage of shareholding	62.49%	62.37%	62.24%	62.49%	62.24%	62.25%	
2 Promoters & promoter group shareholding							
a) Pledged/ Encumbered							
- Number of shares	3,23,00,000	3,52,16,667	3,52,16,667	3,23,00,000	3,52,16,667	3,52,16,667	
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	11.30%	12.33%	12.33%	11.30%	12.33%	12.33%	
- Percentage of shares (as a % of total share capital of the company)	4.24%	4.64%	4.65%	4.24%	4.65%	4.65%	
b) Non-encumbered							
- Number of shares	25,34,15,690	25,04,99,023	25,04,99,023	25,34,15,690	25,04,99,023	25,04,99,023	
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	88.70%	87.67%	87.67%	88.70%	87.67%	87.67%	
- Percentage of shares (as a % of total share capital of the company)	33.27%	32.99%	33.11%	33.27%	33.11%	33.10%	
B INVESTOR COMPLAINTS							
						Quarter ended Dec 31, 2012	
Pending at the beginning of the quarter						Nil	
Received during the quarter						5	
Disposed off during the quarter						5	
Remaining unresolved at the end of the quarter						Nil	

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Standalone Financial Results for the quarter and nine months ended 31 December 2012

Part I		(Rs. in Crores)				
Particulars	Quarter Ended			Nine Months Ended		Year Ended
	December 31, 2012 (Unaudited)	September 30, 2012 (Unaudited)	December 31, 2011 (Unaudited)	December 31, 2012 (Unaudited)	December 31, 2011 (Unaudited)	March 31, 2012 (Audited)
1	Income from operations					
	(a) Income from operations	31.53	19.87	26.89	101.75	166.32
	(b) Other operating income	1.77	0.48	19.15	7.26	40.63
	Total income from operations	33.30	20.35	46.04	109.01	206.95
2	Expenses					
	(a) Employee benefits expense	10.64	8.52	9.25	28.34	37.35
	(b) Depreciation and amortisation expense	0.46	0.46	0.42	1.36	1.71
	(c) Other expenses	5.80	2.01	9.73	23.01	28.91
	Total expenses	16.90	10.99	19.40	52.71	67.97
3	Profit / (Loss) from operations before other income and finance costs (1-2)	16.40	9.36	26.64	56.30	138.98
4	Other income	-	0.01	-	0.01	0.34
5	Profit / (Loss) from ordinary activities before finance costs (3+4)	16.40	9.37	26.64	56.31	139.32
6	Finance costs	5.51	7.81	15.34	26.95	63.34
7	Profit / (Loss) before tax (5-6)	10.89	1.56	11.30	29.36	75.98
8	Tax expense	-	-	0.68	-	7.34
9	Net Profit / (Loss) after tax (7-8)	10.89	1.56	10.62	29.36	68.64
10	Paid-up equity share capital (Face Value of Re. 1/- Per Share)	76.17	75.92	75.66	76.17	75.68
11	Reserves excluding Revaluation Reserves					1,274.95
12	Earnings Per Share (EPS) in Rupees (Face Value of Re. 1/- Per Share)					
	- Basic (Not annualised)	0.14	0.02	0.14	0.39	0.91
	- Diluted (Not annualised)	0.14	0.02	0.14	0.38	0.89

Part II - Select Information for the quarter and nine months ended 31 December 2012

A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	47,60,24,590	47,35,13,590	47,09,30,590	47,60,24,590	47,09,30,590	47,10,83,590
- Percentage of shareholding	62.49%	62.37%	62.24%	62.49%	62.24%	62.25%
2 Promoters & promoter group shareholding						
a) Pledged/ Encumbered						
- Number of shares	3,23,00,000	3,52,16,667	3,52,16,667	3,23,00,000	3,52,16,667	3,52,16,667
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	11.30%	12.33%	12.33%	11.30%	12.33%	12.33%
- Percentage of shares (as a % of total share capital of the company)	4.24%	4.64%	4.65%	4.24%	4.65%	4.65%
b) Non-encumbered						
- Number of shares	25,34,15,690	25,04,99,023	25,04,99,023	25,34,15,690	25,04,99,023	25,04,99,023
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	88.70%	87.67%	87.67%	88.70%	87.67%	87.67%
- Percentage of shares (as a % of total share capital of the company)	33.27%	32.99%	33.11%	33.27%	33.11%	33.10%
B INVESTOR COMPLAINTS					Quarter ended Dec 31, 2012	
Pending at the beginning of the quarter					Nil	
Received during the quarter					5	
Disposed off during the quarter					5	
Remaining unresolved at the end of the quarter					Nil	

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**Notes:**

- The consolidated and standalone financial results of Edelweiss Financial Services Limited ('EFSL' or 'the Company') for the quarter and nine months ended 31 December 2012 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 25 January 2013.
- The financial results for the quarter and nine months ended 31 December 2012 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.
- 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.
- CRISIL has assigned the rating of 'CRISIL A1+' (pronounced 'CRISIL A one Plus') to the Short Term Debt Programmes of EFSL for Rs.4,850 Crores and the rating of 'CRISIL AA-/stable(reaffirmed)' (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 reaffirmed' (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 reaffirmed' (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 'LAA- pn stable reaffirmed' (pronounced 'L double A Minus Principal Not Protected') to the Long Term Equity Linked Debenture Programme of EFSL for Rs.80 Crores. The ratings as mentioned for these Programmes / Issues continue to remain in force. Besides above, EFSL availed episodic rating of Rs.1,750 Crores for IPO financing, which was rated at CRISIL A1+ (pronounced "CRISIL A one Plus"). The request for withdrawal for the same has been communicated to CRISIL on 31 December 2012. The instruments raised under the supra ratings have been duly redeemed.
- The Company as a part of its holding company activities, continues to adopt the practice of charging its actual borrowing cost on the loans extended to its group companies. Consequently, in the standalone financial results, interest income amounting to Rs. 116.71 crores for the current quarter ended 31 December 2012 and Rs. 328.04 crores for the nine months then ended has been netted against finance costs.
- During the quarter, 2,511,000 equity shares have been allotted on exercise of employee stock options.
- The Board of Directors at its meeting dated 25 January 2013, has declared an interim dividend of Re. 0.55 per equity share (on a face value of Re. 1 per share) for the financial year 2012-13.

8 Standalone Segment Results

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	December 31, 2012 (Unaudited)	September 30, 2012 (Unaudited)	December 31, 2011 (Unaudited)	December 31, 2012 (Unaudited)	December 31, 2011 (Unaudited)	March 31, 2012 (Audited)
1 Segment revenue [Total income]						
Agency	17.28	5.72	14.45	24.17	32.74	44.26
Holding Company activities	16.02	14.64	31.59	84.85	121.51	163.03
Unallocated	-	-	-	-	-	-
Total income	33.30	20.36	46.04	109.02	154.25	207.29
2 Segment results [Profit / (Loss) before tax and interest]						
Agency	10.94	0.58	8.60	7.04	14.83	17.83
Holding Company activities (after interest expenses)	2.54	3.56	5.45	32.41	53.49	70.11
Unallocated	-	-	-	-	-	-
Profit / (Loss) before tax	13.48	4.14	14.05	39.45	68.32	87.94
Less:						
(a) Interest (other than Holding Company activities)	-	-	-	-	-	-
(b) Unallocated net expenditure	(2.59)	(2.58)	(2.75)	(10.09)	(7.97)	(11.96)
Total Profit before tax	10.89	1.56	11.30	29.36	60.35	75.98
3 Capital employed [Segment assets - Segment liabilities]						
Agency	7.34	7.90	4.19	7.34	4.19	9.77
Holding Company activities	1,321.84	1,289.89	1,349.06	1,321.84	1,349.06	1,339.69
Unallocated	55.25	75.44	27.18	55.25	27.18	2.35
Total capital employed	1,384.43	1,373.23	1,380.43	1,384.43	1,380.43	1,351.81

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

- The previous year/period figures have been regrouped/reclassified wherever necessary to conform to current financial year/period's presentation.
- 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, 25 January 2013.

B S R & Associates

(Registered)
Chartered Accountants

Lodha Excelus
1st Floor, Apollo Mills Compound
N. M. Joshi Marg
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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 31 December 2012 and the year to date results for the period ended 31 December 2012 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 25 January 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

25 January 2013