



July 26, 2014

To
The Manager- Compliance Department
National Stock Exchange of India Limited
'Exchange Plaza', Bandra Kurla Complex,
Bandra (East), Mumbai-400 051

To
The Manager- Compliance Department
Bombay Stock Exchange Limited
Floor 25, P. J. Tower, Dalal Street,
Mumbai -400 001

NSE symbol: HOVS

BSE Scrip Code: 532761

Subject: Intimation of outcome of the Board Meeting held on July 26, 2014

Dear Sir,

This is to inform that the Board of Directors of the Company in the meeting held on July 26, 2014 had has considered and approved the Un-audited and reviewed standalone financial results of the Company for the quarter (Q1) ended on June 30, 2014.

Please find enclosed the financial statements and review report.

Kindly take the above on record.

Thanking you,
Yours faithfully,

For **HOV Services Limited**

Sunil Rajadhyaksha
Executive Director

HOV Services Limited

CIN : L72200PN1989PLC014448

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LIMITED REVIEW REPORT

To,
The Board of Directors,
HOV Services Limited

We have reviewed the accompanying statement of unaudited financial results of **HOV Services Limited** for the quarter June, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited or reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the Accounting Standards notified under Companies Act, 1956 (which continue to be applicable in respect of section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) 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 Lodha and Co.
Chartered Accountants
Firm Registration No. 301051E

R.P. Baradiya
R.P. Baradiya
Partner
Membership No. 44101



Mumbai
26th July, 2014

HOV SERVICES LIMITED
STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER ENDED ON JUNE 30, 2014

PART I				
(Rs. In Lakhs, except per share data)				
Particulars	Quarter Ended June 30	Quarter Ended March 31	Quarter Ended June 30	Fifteen Months Period Ended March 31
	2014	2014	2013	2014
	Unaudited	Audited	Unaudited	Audited
1 Income from operations				
(a) Income from operations	326.85	325.44	324.44	1,592.38
(b) Other operating income	-	-	47.85	47.60
Total income from operations (Net)	326.85	325.44	372.29	1,639.98
2 Expenses				
(a) Employee benefits expense	243.60	255.16	250.12	1,221.74
(b) Depreciation and amortisation expense	14.63	8.72	7.65	40.34
(c) Rent expenses	31.28	30.25	29.43	147.93
(d) Other expenses	66.33	85.58	66.98	366.69
(e) Reimbursement of corporate charges	-	-	(44.88)	(197.45)
Total expenses	355.84	379.71	309.30	1,579.25
3 Profit/(Loss) from operations before other income, finance costs (1-2)	(28.99)	(54.27)	62.99	60.73
4 Other income	15.77	26.45	10.11	79.83
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	(13.22)	(27.82)	73.10	140.56
6 Finance costs	-	-	-	-
7 Profit/(Loss) from ordinary activities before tax (5-6)	(13.22)	(27.82)	73.10	140.56
8 Tax expense	(4.76)	(9.38)	22.68	55.26
9 Net Profit/(Loss) for the period (7-8)	(8.46)	(18.44)	50.42	85.30
10 Paid-up equity share capital (Face Value of Rs. 10 each)	1,250.25	1,249.95	1,249.10	1,249.95
11 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	7,306.08
12 Basic Earnings per share of (Rs.10 each) (not annualized)	(0.07)	(0.15)	0.40	0.68
13 Diluted Earnings per share of (Rs.10 each) (not annualized)	(0.07)	(0.15)	0.40	0.68

See accompanying note to the financial results

PART II				
SELECT INFORMATION FOR THE QUARTER ENDED ON JUNE 30, 2014				
A PARTICULARS OF SHAREHOLDING				
Public shareholding				
- Number of shares	6,313,443	6,310,443	6,301,943	6,310,443
- Percentage of shareholding	50.50	50.49	50.45	50.49
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	6,189,079	6,189,079	6,189,079	6,189,079
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	49.50	49.51	49.55	49.51

B INVESTOR COMPLAINTS FOR CURRENT QUARTER ENDED JUNE 30, 2014
Pending at the beginning of the quarter:- Nil; Received during the quarter:- Nil; Disposed off during the quarter:- Nil; Remaining unresolved at the end of the quarter:- Nil

Notes:

- The above results which were subjected to limited review by the Statutory Auditors of the company in terms of Clause 41 of the Listing Agreement were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on July 26, 2014.
- From April 2014, the Company has revised depreciation rate as per useful life prescribed under Companies Act, 2013 or as assessed by the Company. Consequently Rs. 5.84 lacs (net of deferred tax of Rs.2.80 lacs) has been adjusted against the opening 'Surplus in Statement of Profit and Loss'. Also charge of depreciation for the quarter is higher by Rs.5.69 lacs for the assets held as of April 1, 2014.
- Other Income includes net rental income/Loss as follows :

	Quarter Ended 30-Jun-14	Quarter Ended 31-Mar-14	Quarter Ended 30-Jun-13	15 months ended 31-Mar-14
Rent Income	26.62	26.62	26.62	133.10
Less: Finance and borrowing cost	25.02	26.06	26.17	131.26
Less: Amortisation expense	4.70	4.70	4.70	23.52

- On May 21, 2014, the Company has allotted 3000 Equity shares at a price of Rs. 25.40 per share aggregating to Rs.76,200 under Employee Stock Option Plan,2007.
- Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current year's/periods' presentation.

For, HOV Services Limited



Sunil Rajadhyaksha
Chairman & Executive Director

Place: Pune
Date: July 26, 2014