Indiabulls

IBSEC

July 24, 2013

National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East),
MUMBAI-400 051

Re: Approval of Unaudited Financial Results for the quarter ended 30th June, 2013 and declaration of Interim Dividend for the FY 2013-14

Dear Sir,

Pursuant to Clause 41 of the Listing Agreement, we enclose hereto, for your information and record, the unaudited standalone and consolidated financial results of Indiabulls Securities Limited (the Company) for the quarter ended 30th June, 2013, duly approved by the Board of Directors of the Company at its meeting held today i.e. 24th July, 2013.

We also submit herewith a Limited Review Report dated 24th July, 2013 issued by the Statutory Auditors of the Company, on the standalone financial results of the Company for the said quarter.

Further, pursuant to the applicable provisions of Clauses 20 and 16 of the Listing Agreement, we wish to inform you that the Board of Directors of the Company at its aforesaid meeting has declared an Interim Dividend of Re.1/- per equity share (on the face value of Rs. 2 per share) for the financial year 2013-2014, and that the record date for the purpose of determining the names of members eligible for receipt of the interim dividend will be **Tuesday, 6th August 2013**. The dividend will be paid on or before **Thursday, 22nd August 2013**.

Thanking you,

Yours truly,
For **Indiabulls Securities Limited**

Divyesh Shah
Director

Enclosed : As above

Deloitte Haskins & Sells

Chartered Accountants
Tower 3, 27th - 32nd Floor
Indiabulls Finance Centre
Elphinstone Mill Compound
Senapati Bapat Marg
Elphinstone (W), Mumbai - 400 013
India

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INDEPENDENT AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
INDIABULLS SECURITIES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **INDIABULLS SECURITIES LIMITED** ("the Company") for the Quarter Ended June 30, 2013 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. 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 the Statement based on our review.

   We have not reviewed the consolidated unaudited results and notes thereon and accordingly our report is restricted to the standalone unaudited financial results of the Company.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements from the details furnished by the Management and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter Ended June 30, 2013 of the Statement, from the details furnished by the Registrar.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No.117366W)

A. Siddharth
Partner
(Membership No. 31467)

Mumbai , July 24, 2013

Indiabulls

Indiabulls Securities Limited

Unaudited Consolidated Financial Results for the Quarter ended June 30, 2013

PART I — Amount Rs. in Lakhs

Statement of Consolidated Unaudited Results for the Quarter ended June 30, 2013

	Particulars	Quarter ended			Year ended
		30.06.13 (Unaudited)	31.03.13 (Unaudited)	30.06.12 (Unaudited)	31.03.13 (Audited)
1	**Income from Operations**				
	a) Income from Operations	5,850.50	3,682.39	3,649.53	16,323.01
	b) Other Operating Income	462.54	661.08	473.13	2,202.21
	Total Income from Operations	**6,313.04**	**4,343.47**	**4,122.66**	**18,525.22**
2	**Expenses**				
	a) Employee Benefits expense	1,660.11	1,978.75	1,566.48	6,580.83
	b) Depreciation and Amortisation expense	130.91	142.32	230.15	779.65
	c) Operating expenses	255.60	307.97	363.26	1,347.62
	d) Other expenses	819.54	1,481.29	889.62	4,383.39
	Total Expenses	**2,866.16**	**3,910.33**	**3,049.51**	**13,091.49**
3	Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	3,446.88	433.14	1,073.15	5,433.73
4	Other Income	288.12	92.27	370.60	1,412.01
5	Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	3,735.00	525.41	1,443.75	6,845.74
6	Finance costs	545.69	240.36	100.68	781.79
7	Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	3,189.31	285.05	1,343.07	6,063.95
8	Exceptional Items	-	-	-	-
9	**Profit from Ordinary Activities before tax (7-8)**	**3,189.31**	**285.05**	**1,343.07**	**6,063.95**
10	Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	1,046.89	(2,009.23)	360.12	(259.38)
11	**Net Profit from Ordinary Activities after tax (9-10)**	**2,142.42**	**2,294.28**	**982.95**	**6,323.33**
12	Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-
13	**Net Profit for the period (11-12)**	**2,142.42**	**2,294.28**	**982.95**	**6,323.33**
14	Share of Profit / (Loss) of Associates (Net)	9.92	49.98	(4.05)	6.60
15	Minority Interest	(0.10)	-	-	-
16	**Net Profit from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)**	**2,152.44**	**2,344.26**	**978.90**	**6,329.93**
17	Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	4,622.25	4,622.25	4,622.25	4,622.25
18	Reserves excluding Revaluation Reserves as per Balance Sheet				17,134.43
19	Minority Interest	-	-	-	-
20	Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2 per Equity Share)				
	*(EPS for the quarter not annualised)				
	- Basic (Amount in Rs.)	0.93 *	1.01 *	0.42 *	2.74
	- Diluted (Amount in Rs.)	0.93 *	1.01 *	0.42 *	2.74
	Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2 per Equity Share)				
	*(EPS for the quarter not annualised)				
	- Basic (Amount in Rs.)	0.93 *	1.01 *	0.42 *	2.74
	- Diluted (Amount in Rs.)	0.93 *	1.01 *	0.42 *	2.74
	Items exceeding 10% of Total Expenditure				
	Lease Rent	360.50	354.18	350.36	1,434.80
	Provision for doubtful debts, advances and security deposits	14.25	494.17	9.13	507.47
PART II					
	PARTICULARS OF SHAREHOLDING				
1	**Public Shareholding**				
	- Number of Equity Shares	129,592,086	140,992,086	152,419,213	140,992,086
	- Percentage of shareholding	56.07%	61.01%	65.95%	61.01%
2	**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	101,520,425	90,120,425	78,693,298	90,120,425
	- 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)	43.93%	38.99%	34.05%	38.99%

Notes to the Financial Results:

1. Indiabulls Securities Limited ('IBSL', '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 Standard (AS 21 and AS 23) as notified under 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 unrealised gains / losses. The investment in associates are accounted by application of the "Equity Method". The Consolidated Financial Statements are prepared by applying uniform accounting policies.
2. The unaudited figures in respect of the results for preceding quarter ended March 31, 2013 are the balancing figures between the audited financial results in respect of the full financial year ended March 31, 2013 and the published year to date figures upto the third quarter ended December 31, 2012.
3. During the current quarter / previous year, the Company has one reportable business segment i.e. "Broking & related activities" and operates in one geographical segment, i.e. "within India". Hence, no separate information for segment wise disclosure is given in accordance with the requirements of Accounting Standard (AS) 17 - "Segment Reporting" notified under the Companies (Accounting Standards) Rules, 2006.
4. During the quarter ended June 30, 2013, the Company's wholly owned subsidiary, Devata Tradelink Limited has acquired additional equity stake in its existing three associates Companies. Post acquisition, these associates have become subsidiaries of the Company.
5. During the quarter ended June 30, 2013, the Company has invested in one company, through its wholly owned subsidiary Indiabulls Distribution Services Limited, thereby making it, its subsidiary.
6. Figures for the prior period/year have been regrouped and / or reclassified wherever considered necessary to conform to the current period /year presentation.

Indiabulls Securities Limited Mumbai

Indiabulls Securities Limited (as standalone entity)

Unaudited Standalone Financial Results for the Quarter ended June 30, 2013

PART I

Amount Rs. in Lakhs

Statement of Standalone Unaudited Results for the Quarter ended June 30, 2013

Particulars	Quarter ended			Year ended
	30.06.13 (Unaudited)	31.03.13 (Unaudited)	30.06.12 (Unaudited)	31.03.13 (Audited)
1 a) Income from Operations	1,525.07	1,762.58	2,349.50	8,522.51
b) Other Operating Income	389.01	412.67	434.56	2,286.54
Total Income from Operations	**1,914.08**	**2,175.25**	**2,784.06**	**10,809.05**
2 **Expenses**				
a) Employee Benefits expense	603.89	632.17	982.46	2,838.19
b) Depreciation and Amortisation expense	125.20	138.62	226.43	764.92
c) Operating expenses	219.13	263.34	295.88	1,118.09
d) Other expenses	418.37	1,066.30	607.21	2,833.41
Total Expenses	**1,366.59**	**2,100.43**	**2,111.98**	**7,554.61**
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	547.49	74.82	672.08	3,254.44
4 Other Income	1,918.32	468.68	449.15	2,389.66
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	2,465.81	543.70	1,121.23	5,644.10
6 Finance costs	348.20	221.72	98.92	718.43
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	2,117.61	321.98	1,022.31	4,925.67
8 Exceptional Items	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	**2,117.61**	**321.98**	**1,022.31**	**4,925.67**
10 Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	362.17	(2,025.73)	251.96	(657.88)
11 Net Profit from Ordinary Activities after tax (9-10)	**1,755.44**	**2,347.71**	**770.35**	**5,583.55**
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-
13 Net Profit for the period (11-12)	**1,755.44**	**2,347.71**	**770.35**	**5,583.55**
14 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	4,622.25	4,622.25	4,622.25	4,622.25
15 Reserves excluding Revaluation Reserves as per Balance Sheet				15,037.70
16 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2 per Equity Share)				
*(EPS for the quarter not annualised)				
- Basic (Amount in Rs.)	0.76 *	1.02 *	0.33 *	2.42
- Diluted (Amount in Rs.)	0.76 *	1.02 *	0.33 *	2.42
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2 per Equity Share)				
*(EPS for the quarter not annualised)				
- Basic (Amount in Rs.)	0.76 *	1.02 *	0.33 *	2.42
- Diluted (Amount in Rs.)	0.76 *	1.02 *	0.33 *	2.42
Items exceeding 10% of Total Expenditure				
Provision for doubtful debts, advances and security deposits	14.25	494.15	9.13	507.45
PART II				
A PARTICULARS OF SHAREHOLDING				
1 **Public Shareholding**				
- Number of Equity Shares	129,592,086	140,992,086	152,419,213	140,992,086
- Percentage of shareholding	56.07%	61.01%	65.95%	61.01%
2 **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	101,520,425	90,120,425	78,693,298	90,120,425
- 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)	43.93%	38.99%	34.05%	38.99%

Particulars	Quarter ended 30.06.13
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	3
Received during the quarter	208
Disposed off during the quarter	210
Remaining unresolved at the end of the quarter	1

Notes to the Financial Results:

1 The consolidated and standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the quarter ended June 30, 2013 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on July 24, 2013.The financial results pertaining to IBSL as a standalone entity have been subjected to a limited review by the Statutory Auditors of the Company.

2 The third interim dividend of Re.1/- per Equity Share (50% of the face value of Rs. 2/- per Equity Share) amounting to Rs. 2,311.13 lakhs (excluding corporate dividend tax) pertaining to year ended March 31, 2013 was approved at the meeting of the Board of Directors of the Company held on April 23, 2013 and was transferred by the Company on April 27, 2013 into the designated Dividend Account.

3 The Board of Directors of the Company at its meeting held on July 24, 2013 has declared an interim dividend of Re.1/- per Equity Share.

4 During the current quarter / previous year, the Company has one reportable business segment i.e. "Broking & related activities" and operates in one geographical segment, i.e. "within India". Hence, no separate information for segment wise disclosure is given in accordance with the requirements of Accounting Standard (AS) 17 - "Segment Reporting" notified under the Companies (Accounting Standards) Rules, 2006.

5 The unaudited figures in respect of the results for preceding quarter ended March 31, 2013 are the balancing figures between the audited financial results in respect of the full financial year ended March 31, 2013 and the published year to date figures upto the third quarter ended December 31, 2012.

6 Figures for the prior period/year have been regrouped and / or reclassified wherever considered necessary to conform to the current period presentation.

Registered Office: F-60, Malhotra Building, 2nd Floor, Connaught Place, New Delhi 110 001.

For and on behalf of Board of Directors

Divyesh B. Shah
CEO & Whole-time Director

Place : Mumbai
Date : July 24, 2013

DELOITTE HASKINS & SELLS MUMBAI

Indiabulls Securities Limited Mumbai