Indiabulls

IBSEC

October 27, 2014

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 September, 2014

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 September, 2014, duly approved by the Board of Directors of the Company at its meeting held today i.e. 27th October, 2014.

We also submit herewith a Limited Review Report dated 27th October, 2014 issued by the Statutory Auditors of the Company, on the standalone financial results of the Company for the said quarter.

Thanking you,

Yours truly,
For **Indiabulls Securities Limited**

Divyesh Shah
Director

Enclosed : As above

CIN L74999DL1995PLC069631

Deloitte
Haskins & Sells LLP

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

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**INDEPENDENT AUDITORS' REVIEW 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 and Six Months ended 30th September, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of 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 specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, 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.

DHS

Deloitte
Haskins & Sells LLP

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 with the Stock Exchanges from the details furnished by the Management and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months ended 30th September, 2014 of the Statement, from the details furnished by the Registrar.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

A.Siddharth
Partner
(Membership No. 31467)

MUMBAI, 27th October, 2014

Indiabulls Securities Limited (as standalone entity)

(CIN: L74999DL1995PLC069631)

Unaudited Standalone Financial Results
for the quarter and six months ended September 30, 2014

PART I — Amount Rs. in Lakhs

Statement of Standalone Unaudited Results for the quarter and six months ended September 30, 2014

Particulars	Quarter ended			Six months ended		Year ended
	30.09.14 (Unaudited)	30.06.14 (Unaudited)	30.09.13 (Unaudited)	30.09.14 (Unaudited)	30.09.13 (Unaudited)	31.03.14 (Audited)
1 a) Income from operations	1,749.37	1,704.19	1,481.30	3,453.56	3,006.37	5,706.54
b) Other operating income	253.37	308.56	379.60	561.93	768.61	1,924.60
Total income from operations	**2,002.74**	**2,012.75**	**1,860.90**	**4,015.49**	**3,774.98**	**7,631.14**
2 **Expenses**						
a) Employee benefits expense	511.06	477.50	393.27	988.56	997.16	1,923.63
b) Depreciation and amortisation expense	119.36	157.25	119.89	276.61	245.09	464.27
c) Operating expenses	217.41	220.25	180.81	437.66	399.94	797.48
d) Other expenses	220.51	219.46	187.92	439.97	606.29	1,444.03
Total expenses	**1,068.34**	**1,074.46**	**881.89**	**2,142.80**	**2,248.48**	**4,629.41**
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	934.40	938.29	979.01	1,872.69	1,526.50	3,001.73
4 Other Income	2,391.31	2,245.00	1,988.86	4,636.31	3,907.18	8,717.49
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	3,325.71	3,183.29	2,967.87	6,509.00	5,433.68	11,719.22
6 Finance costs	528.47	503.70	226.88	1,032.17	575.08	1,496.18
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	2,797.24	2,679.59	2,740.99	5,476.83	4,858.60	10,223.04
8 Exceptional Items	-	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	**2,797.24**	**2,679.59**	**2,740.99**	**5,476.83**	**4,858.60**	**10,223.04**
10 Tax expense (including Deferred Tax and prior year tax adjustment)	513.75	470.61	599.90	984.36	962.07	1,497.36
11 Net Profit from Ordinary Activities after tax (9-10)	**2,283.49**	**2,208.98**	**2,141.09**	**4,492.47**	**3,896.53**	**8,725.68**
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13 Net Profit for the period (11-12)	**2,283.49**	**2,208.98**	**2,141.09**	**4,492.47**	**3,896.53**	**8,725.68**
14 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	5,215.52	5,167.65	4,622.25	5,215.52	4,622.25	4,622.25
15 Reserves excluding Revaluation Reserves as per Balance Sheet						13,846.15
16 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2/- per Equity Share) *(EPS for the quarters / six months not annualised)						
- Basic (Amount in Rs.)	0.88 *	0.88 *	0.93 *	1.75 *	1.69 *	3.78
- Diluted (Amount in Rs.)	0.82 *	0.81 *	0.93 *	1.63 *	1.69 *	3.68
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share) *(EPS for the quarters / six months not annualised)						
- Basic (Amount in Rs.)	0.88 *	0.88 *	0.93 *	1.75 *	1.69 *	3.78
- Diluted (Amount in Rs.)	0.82 *	0.81 *	0.93 *	1.63 *	1.69 *	3.68
PART II						
A PARTICULARS OF SHAREHOLDING						
1 **Public Shareholding**						
- Number of Equity Shares	180,938,451	132,092,086	129,592,086	180,938,451	129,592,086	129,592,086
- Percentage of shareholding	69.38%	51.12%	56.07%	69.38%	56.07%	56.07%
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	79,837,585	126,290,424	101,520,425	79,837,585	101,520,425	101,520,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	30.62%	48.88%	43.93%	30.62%	43.93%	43.93%

Particulars	Quarter ended
B INVESTOR COMPLAINTS	30.09.14
Pending at the beginning of the quarter	-
Received during the quarter	185
Disposed off during the quarter	185
Remaining unresolved at the end of the quarter	-

Notes to the Financial Results:

1 The consolidated and standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the quarter and six months ended September 30, 2014 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on October 27, 2014. 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 first interim dividend of Re.1/- per Equity Share (50% of the face value of Rs. 2/- per Equity Share) amounting to Rs. 2,607.76 lakhs (excluding corporate dividend tax) was approved at the meeting of the Board of Directors of the Company held on July 21, 2014 and was transferred by the Company on July 25, 2014 into the designated Dividend Account.

3 The second interim dividend of Re.1/- per Equity Share (50% of the face value of Rs. 2/- per Equity Share) amounting to Rs. 2,607.76 lakhs (excluding corporate dividend tax) was approved at the meeting of the Board of Directors of the Company held on September 12, 2014 and was transferred by the Company on September 16, 2014 into the designated Dividend Account.

4 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".

5 During the current quarter, CRISIL Ratings has given "CRISIL BQ1" rating to the Company. This Grading is an opinion on the quality of operations and services provided by the graded broker. The Grading is expressed on a five point scale from BQ1 to BQ5, with BQ1 being the highest.

DELOITTE HASKINS & SELLS LLP Chartered Accountants

Indiabulls Securities Limited Mumbai

6 Statement of Assets and Liabilities:

Amount Rs. in Lakhs

	Particulars	As at 30.09.14 (Unaudited)	As at 31.03.14 (Audited)
A	EQUITY AND LIABILITIES		
1	**Shareholders' funds**		
	(a) Share capital	5,215.52	4,622.25
	(b) Reserves and surplus	15,111.28	13,846.15
	(c) Money received against share warrants	1,005.55	1,891.83
	Sub-total - Shareholders' funds	21,332.35	20,360.23
2	**Non-current liabilities**		
	(a) Long-term borrowings	2.42	9.41
	(b) Other long-term liabilities	997.87	997.87
	(c) Long-term provisions	247.96	219.66
	Sub-total - Non-current liabilities	1,248.25	1,226.94
3	**Current liabilities**		
	(a) Short-term borrowings	30,713.24	20,000.00
	(b) Trade payables	31.01	37.80
	(c) Other current liabilities	9,494.20	8,522.12
	(d) Short-term provisions	1,220.13	3,105.29
	Sub-total - Current liabilities	41,458.58	31,665.21
	TOTAL- EQUITY AND LIABILITIES	64,039.18	53,252.38
B	ASSETS		
1	**Non-current assets**		
	(a) Fixed assets	869.94	2,350.39
	(b) Non-current investments	1,873.42	1,873.42
	(c) Deferred tax assets (net)	817.75	361.92
	(d) Long-term loans and advances	3,963.23	3,767.10
	(e) Other non-current assets	152.11	153.51
	Sub-total - Non-current assets	7,676.45	8,506.34
2	**Current assets**		
	(a) Trade receivables	3,811.03	2,017.25
	(b) Cash and bank balances	15,187.70	29,037.83
	(c) Short-term loans and advances	37,215.29	13,489.73
	(d) Other current assets	148.71	201.23
	Sub-total - Current assets	56,362.73	44,746.04
	TOTAL- ASSETS	64,039.18	53,252.38

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

Registered Office: M - 62 & 63, 1st 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 : October 27, 2014

India Bulls Securities Limited Mumbai

DELOITTE HASKINS & SELLS LLP Chartered Accountants

Indiabulls

Indiabulls Securities Limited

(CIN: L74999DL1995PLC069631)

Unaudited Consolidated Financial Results

for the quarter and six months ended September 30, 2014

PART I

Amount Rs. in Lakhs

Statement of Consolidated Unaudited Results for the quarter and six months ended September 30, 2014

Particulars	Quarter ended			Six months ended		Year ended
	30.09.14 (Unaudited)	30.06.14 (Unaudited)	30.09.13 (Unaudited)	30.09.14 (Unaudited)	30.09.13 (Unaudited)	31.03.14 (Audited)
1 Income from operations						
a) Income from operations	7,794.20	7,265.38	6,345.99	15,059.58	12,196.49	26,673.60
b) Other operating income	717.33	951.82	440.65	1,669.15	903.19	2,229.50
Total income from operations	**8,511.53**	**8,217.20**	**6,786.64**	**16,728.73**	**13,099.68**	**28,903.10**
2 Expenses						
a) Employee benefits expense	1,744.14	1,721.62	1,593.21	3,465.76	3,253.32	6,663.73
b) Depreciation and amortisation expense	160.62	195.91	129.92	356.53	260.83	499.50
c) Operating expenses	678.87	857.95	398.34	1,536.82	680.35	1,779.86
d) Other expenses	779.33	738.79	968.60	1,518.12	1,761.73	3,655.10
Total expenses	**3,362.96**	**3,514.27**	**3,090.07**	**6,877.23**	**5,956.23**	**12,598.19**
3 Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	5,148.57	4,702.93	3,696.57	9,851.50	7,143.45	16,304.91
4 Other Income	657.03	134.53	431.88	791.56	720.00	1,449.68
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	5,805.60	4,837.46	4,128.45	10,643.06	7,863.45	17,754.59
6 Finance costs	1,025.04	857.41	519.95	1,882.45	1,065.64	2,350.58
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	4,780.56	3,980.05	3,608.50	8,760.61	6,797.81	15,404.01
8 Exceptional Items	-	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	**4,780.56**	**3,980.05**	**3,608.50**	**8,760.61**	**6,797.81**	**15,404.01**
10 Tax expense (including Deferred Tax and prior year tax adjustment)	1,727.85	1,326.44	1,198.66	3,054.29	2,245.55	5,252.53
11 Net Profit from Ordinary Activities after tax (9-10)	**3,052.71**	**2,653.61**	**2,409.84**	**5,706.32**	**4,552.26**	**10,151.48**
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13 Net Profit for the period (11-12)	**3,052.71**	**2,653.61**	**2,409.84**	**5,706.32**	**4,552.26**	**10,151.48**
14 Share of Profit of Associates (Net)	-	-	-	-	9.92	9.92
15 Minority Interest	-	-	(0.57)	-	(0.67)	(2.17)
16 Net Profit from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)	**3,052.71**	**2,653.61**	**2,410.41**	**5,706.32**	**4,562.85**	**10,163.57**
17 Paid-up Equity Share Capital (Face Value of Rs. 2/- per Equity Share)	5,215.52	5,167.65	4,622.25	5,215.52	4,622.25	4,622.25
18 Reserves excluding Revaluation Reserves as per Balance Sheet						17,147.41
19 Minority Interest	-	-	-	-	-	-
20 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2/- per Equity Share)						
*(EPS for the quarters / six months not annualised)						
- Basic (Amount in Rs.)	1.17 *	1.05 *	1.04 *	2.22 *	1.97 *	4.40
- Diluted (Amount in Rs.)	1.10 *	0.98 *	1.04 *	2.08 *	1.97 *	4.29
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share)						
*(EPS for the quarters / six months not annualised)						
- Basic (Amount in Rs.)	1.17 *	1.05 *	1.04 *	2.22 *	1.97 *	4.40
- Diluted (Amount in Rs.)	1.10 *	0.98 *	1.04 *	2.08 *	1.97 *	4.29
Items exceeding 10% of Total Expenditure						
Contingent Provisions	131.00	150.00	425.00	281.00	425.00	822.50
Commission	454.21	626.47	204.93	1,080.68	240.66	925.68
PART II						
PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of Equity Shares	180,938,451	132,092,086	129,592,086	180,938,451	129,592,086	129,592,086
- Percentage of shareholding	69.38%	51.12%	56.07%	69.38%	56.07%	56.07%
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	79,837,585	126,290,424	101,520,425	79,837,585	101,520,425	101,520,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	30.62%	48.88%	43.93%	30.62%	43.93%	43.93%



Notes to the Financial Results:

1 Indiabulls Securities Limited ('IBSL', 'the Company') 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. 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 Consolidated Financial Statements are prepared by applying uniform accounting policies.

2 **Consolidated Statement of Assets and Liabilities** — Amount Rs. in Lakhs

	Particulars	As At 30.09.14 (Unaudited)	As At 31.03.14 (Audited)
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' funds**		
	(a) Share capital	5,215.52	4,622.25
	(b) Reserves and surplus	19,138.21	17,147.41
	(c) Money received against share warrants	1,005.55	1,891.83
	Sub-total - Shareholders' funds	**25,359.28**	**23,661.49**
2	**Minority interest**	-	-
3	**Non-current liabilities**		
	(a) Long-term borrowings	77.93	92.83
	(b) Deferred tax liabilities (net)	0.36	2.64
	(c) Other long term liabilities	997.87	997.87
	(d) Long term provisions	735.22	535.66
	Sub-total - Non-current liabilities	**1,811.38**	**1,629.00**
4	**Current liabilities**		
	(a) Short-term borrowings	44,213.24	36,619.78
	(b) Trade payables	32.04	40.33
	(c) Other current liabilities	15,462.87	15,937.05
	(d) Short-term provisions	5,009.83	3,916.89
	Sub-total - Current liabilities	**64,717.98**	**56,514.05**
	TOTAL- EQUITY AND LIABILITIES	**91,888.64**	**81,804.54**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	1,669.48	3,094.82
	(b) Goodwill on Consolidation	319.77	319.77
	(c) Non-current investments	1,253.78	1,253.76
	(d) Deferred tax assets (net)	1,018.36	424.04
	(e) Long term loans and advances	7,934.75	8,079.31
	(f) Other non-current assets	527.61	579.01
	Sub-total - Non-current assets	**12,723.75**	**13,750.71**
2	**Current assets**		
	(a) Current investments	15,000.00	1,984.85
	(b) Trade receivables	22,865.41	13,803.69
	(c) Cash and bank balances	16,199.34	29,685.03
	(d) Short-term loans and advances	23,913.09	21,655.96
	(e) Other current assets	1,187.05	924.30
	Sub-total - Current assets	**79,164.89**	**68,053.83**
	TOTAL- ASSETS	**91,888.64**	**81,804.54**

3 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".

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

