Indiabulls

IBSEC/EQ

January 25, 2011

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 December 31, 2010.

Dear Sir,

Pursuant to Clause 41 of the Listing Agreement, we enclose hereto, for your information and record, the unaudited Standalone financial results of Indiabulls Securities Limited (the Company) for the quarter ended December 31, 2010, duly approved by the Board of Directors of the Company at its meeting held today, January 25, 2011.

Thanking you,

Yours truly,
For **Indiabulls Securities Limited**

Divyesh Shah
Director

Enclosed : As above

Indiabulls

Indiabulls Securities Limited (as standalone entity)
Unaudited Financial Results
for the quarter ended December 31, 2010

(Rupees in Lakhs)

Particulars	Quarter ended		Nine months ended		Year ended
	31.12.10 (Unaudited)	31.12.09 (Unaudited)	31.12.10 (Unaudited)	31.12.09 (Unaudited)	31.03.10 (Audited)
1 a) Income from Operations	8,315.36	6,828.21	24,488.95	22,689.88	29,206.56
b) Other Operating Income	1,073.77	1,066.00	3,128.97	3,427.97	4,553.77
Total	9,389.13	7,894.21	27,617.92	26,117.85	33,760.33
2 Expenditure					
a) Employees Cost	3,562.04	3,273.20	10,645.44	9,236.84	13,357.18
b) Depreciation / Amortisation	443.78	525.40	1,388.17	1,621.71	2,121.54
c) Operating Expenses	766.93	678.57	2,248.63	2,154.83	2,781.41
d) Administrative & Other Expenses	1,706.44	1,129.81	4,738.44	3,486.20	4,912.85
Total	6,479.19	5,606.98	19,020.68	16,499.58	23,172.98
3 Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,909.94	2,287.23	8,597.24	9,618.27	10,587.35
4 Other Income	267.24	56.33	1,081.82	687.69	715.07
5 Profit before Interest & Exceptional Items (3+4)	3,177.18	2,343.56	9,679.06	10,305.96	11,302.42
6 Interest and Finance Charges	1,202.82	440.83	3,309.67	1,352.63	1,907.99
7 Profit after Interest but before Exceptional Items (5-6)	1,974.36	1,902.73	6,369.39	8,953.33	9,394.43
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before Tax (7-8)	1,974.36	1,902.73	6,369.39	8,953.33	9,394.43
10 Tax expense (including Deferred Tax and Wealth Tax)	691.40	758.60	2,131.37	3,113.82	3,272.68
11 Net Profit from Ordinary Activities after Tax (9-10)	1,282.96	1,144.13	4,238.02	5,839.51	6,121.75
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 Net Profit for the period (11-12)	1,282.96	1,144.13	4,238.02	5,839.51	6,121.75
14 Preference Dividend for the period (Including corporate dividend tax thereon)	-	-	-	18.11	18.11
15 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	4,622.25	5,068.39	4,622.25	5,068.39	4,598.81
16 Paid-up Preference Share Capital	-	-	-	-	-
17 Reserves excluding Revaluation Reserves as per Balance Sheet as at March 31, 2010					17,394.30
18 Earnings per Share before extraordinary items (Face Value of Rs. 2 per Equity Share)					
-Basic (Amount in Rs.)	0.56	0.45	1.84	2.30	2.43
-Diluted (Amount in Rs.)	0.54	0.43	1.80	2.19	2.34
Earnings per Share after extraordinary items (Face Value of Rs. 2 per Equity Share)					
-Basic (Amount in Rs.)	0.56	0.45	1.84	2.30	2.43
-Diluted (Amount in Rs.)	0.54	0.43	1.80	2.19	2.34
19 Public Shareholding					
- Number of Equity Shares	162,399,086	174,593,196	162,399,086	174,593,196	156,538,241
- Percentage of shareholding	70.27%	68.89%	70.27%	68.89%	68.08%
20 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	68,713,425	68,713,425	68,713,425	68,713,425	68,713,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	29.73%	27.11%	29.73%	27.11%	29.88%

Notes to Financial Results:

1 The standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the quarter ended December 31, 2010 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 25, 2011. 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 During the current quarter, upon exercise of stock options vested in terms of "Indiabulls Securities Limited Employees Stock Option Scheme - 2008", by certain eligible employees and receipt of full consideration therefore, the Compensation Committee of the Board of Directors of the Company at its meeting held on November 24, 2010, has allotted an aggregate of 28,275 (Twenty Eight Thousand Two Hundred Seventy Five) Equity shares of face value Rs. 2/- each to such employees. Consequent to the said allotment, the paid-up Equity share capital of the Company stands increased from Rs. 4,621.68 Lacs divided into 23,10,84,236 Equity shares of face value Rs. 2/- each to Rs. 4,622.25 Lacs divided into 23,11,12,511 Equity shares of face value Rs. 2/- each.

3 The interim dividend of Re. 1.00 per equity share (50% of the face value of Rs. 2/- per equity share) amounting to Rs. 2,310.84 Lacs (excluding corporate dividend tax) was approved at the meeting of the Board of Directors of the Company held on October 18, 2010 and was transferred by the Company on October 22, 2010 into the designated Dividend Account.

4 **Segment Results**

(Rupees in Lakhs)

	Particulars	Quarter ended		Nine months ended		Year ended
		31.12.10 (Unaudited)	31.12.09 (Unaudited)	31.12.10 (Unaudited)	31.12.09 (Unaudited)	31.03.10 (Audited)
1	**Segment Revenue**					
	Broking & related activities	9,389.13	7,889.20	27,617.92	26,111.73	33,689.15
	Others	-	5.01	-	6.12	71.18
	Total	9,389.13	7,894.21	27,617.92	26,117.85	33,760.33
	Less: Inter Segment Revenue	-	-	-	-	-
	Income from Operations	9,389.13	7,894.21	27,617.92	26,117.85	33,760.33
2	**Segment Results**					
	Profit before Tax and Interest					
	Broking & related activities	3,029.64	2,233.04	8,673.33	9,817.00	10,641.69
	Others	-	5.01	-	6.12	71.18
	Total	3,029.64	2,238.05	8,673.33	9,823.12	10,712.87
	(i) Less: Interest	1,047.22	295.57	2,807.13	924.20	1,324.13
	(ii) Add: Other un-allocable Income net off unallocable expenditure	(8.06)	(39.75)	503.19	54.41	5.69
	Total Profit Before Tax	1,974.36	1,902.73	6,369.39	8,953.33	9,394.43
3	**Capital Employed (Segment Assets - Segment Liabilities)**					
	Broking & related activities	21,457.00	35,114.43	21,457.00	35,114.43	34,635.03
	Others	-	-	-	-	-
	Unallocable Capital Employed	2,283.40	(623.93)	2,283.40	(623.93)	(12,641.92)
	Total	23,740.40	34,490.50	23,740.40	34,490.50	21,993.11

Note: "Other" business segment constitutes investment and dealing in tradable securities and arbitrage transaction in securities.

5 Number of Investor Complaints received and disposed off during the quarter ended December 31, 2010:
Opening: Nil, Received: 248, Disposed Off: 248, Pending: Nil.

6 Figures for the prior year / periods have been regrouped and / or reclassified wherever considered necessary to conform to the current period's 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 & Director

Place : Mumbai
Date : January 25, 2011

Indiabulls Securities Ltd. Mumbai