Indiabulls

IBSEC

April 23, 2013

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

Sub: Audited Financial Results of Indiabulls Securities Limited for the financial year ended March 31, 2013 and declaration of Third Interim Dividend

Dear Sir,

Pursuant to Clause 41 of the Listing Agreement, we enclose hereto, for your information and record, the Audited Standalone and Consolidated Financial Results of Indiabulls Securities Limited ('the Company') for the year ended March 31, 2013, duly approved by the Board of Directors of the Company at its meeting held today i.e. April 23, 2013.

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 the Third Interim dividend of Re. 1/- per equity share (on the face value of Rs. 2 per share) for the financial year 2012-13, and that the record date for the purpose of determining the names of members eligible for receipt of the interim dividend will be **Tuesday, May 7, 2013**. The dividend will be paid on or before **Wednesday, May 22, 2013.**

Thanking you,

Yours truly,
For **Indiabulls Securities Limited**

Divyesh Shah
Director

Enclosed : As above

Indiabulls

Indiabulls Securities Limited

Audited Consolidated Financial Results
for the Quarter and Year ended March 31, 2013

PART I

Amount Rs. in Lakhs

Statement of Consolidated Audited Results for the Quarter and Year ended March 31, 2013

Particulars	Quarter ended			Year ended	
	31.03.13 (Unaudited)	31.12.12 (Unaudited)	31.03.12 (Unaudited)	31.03.13 (Audited)	31.03.12 (Audited)
1 **Income from Operations**					
a) Income from Operations	3,682.39	5,527.23	3,738.31	18,323.01	14,017.21
b) Other Operating Income	661.08	528.07	770.79	2,202.21	4,404.43
Total Income from Operations	**4,343.47**	**6,055.30**	**4,509.10**	**18,525.22**	**18,421.64**
2 **Expenses**					
a) Employee Benefits expense	1,978.75	1,753.39	1,656.82	6,580.83	7,231.14
b) Depreciation and Amortisation expense	142.32	192.38	247.78	779.65	1,203.92
c) Operating expenses	307.97	338.47	396.83	1,347.62	1,590.32
d) Administrative and Other expenses	1,481.29	1,012.25	872.25	4,383.39	7,853.55
Total Expenses	**3,910.33**	**3,296.49**	**3,173.68**	**13,091.49**	**17,878.93**
3 Profit / (Loss) from Operations before Other Income, Finance costs and Exceptional Items (1-2)	433.14	2,758.81	1,335.42	5,433.73	542.71
4 Other Income	92.27	215.30	96.64	1,412.01	1,527.95
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	525.41	2,974.11	1,432.06	6,845.74	2,070.66
6 Finance costs	240.36	285.36	86.80	781.79	2,767.76
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	285.05	2,688.75	1,345.26	6,063.95	(697.10)
8 Exceptional Items	-	-	-	-	-
9 Profit / (Loss) from Ordinary Activities before tax (7-8)	**285.05**	**2,688.75**	**1,345.26**	**6,063.95**	**(697.10)**
10 Tax expense / (credit) (including Deferred Tax and prior year tax adjustment)	(2,009.23)	867.99	407.90	(259.38)	331.21
11 Net Profit / (Loss) from Ordinary Activities after tax (9-10)	**2,294.28**	**1,820.76**	**937.36**	**6,323.33**	**(1,028.31)**
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-
13 Net Profit / (Loss) for the period (11-12)	**2,294.28**	**1,820.76**	**937.36**	**6,323.33**	**(1,028.31)**
14 Share of Profit / (Loss) of Associates (Net)	49.98	(15.92)	2.81	6.60	2.81
15 Minority Interest	-	-	-	-	-
16 Net Profit / (Loss) from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)	**2,344.26**	**1,804.84**	**940.17**	**6,329.93**	**(1,025.50)**
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	4,622.25
18 Reserves excluding Revaluation Reserves as per Balance Sheet				17,134.43	18,838.94
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.)	1.01 *	0.78 *	0.41 *	2.74	(0.44)
- Diluted (Amount in Rs.)	1.01 *	0.78 *	0.41 *	2.74	(0.44)
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.)	1.01 *	0.78 *	0.41 *	2.74	(0.44)
- Diluted (Amount in Rs.)	1.01 *	0.78 *	0.41 *	2.74	(0.44)
PART II					
PARTICULARS OF SHAREHOLDING					
1 **Public Shareholding**					
- Number of Equity Shares	140,992,086	140,992,086	152,437,321	140,992,086	152,437,321
- Percentage of shareholding	61.01%	61.01%	65.96%	61.01%	65.96%
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	90,120,425	90,120,425	78,675,190	90,120,425	78,675,190
- 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)	38.99%	38.99%	34.04%	38.99%	34.04%

Indiabulls Securities Limited Mumbai

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 Figures of quarter ended March 31, 2013 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year. Figures of quarter ended March 31, 2012 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the preceeding financial year.

3 The Consolidated Statement of Assets and Liabilities below has been extracted from the Balance Sheet prepared in the format prescribed by the revised Schedule VI to the Companies Act,1956.

4 **Consolidated Statement of Assets and Liabilities**

Amount Rs. in Lakhs

	Particulars	As At 31.03.13 (Audited)	As At 31.03.12 (Audited)
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	4,622.25	4,622.25
	(b) Reserves and Surplus	17,134.43	18,838.94
	Sub-total - Shareholders' Funds	**21,756.68**	**23,461.19**
2	**Minority Interest**	-	-
3	**Non-Current Liabilities**		
	(a) Long-term borrowings	83.85	47.78
	(b) Deferred Tax Liabilities (net)	3.69	3.16
	(c) Other Long term liabilities	997.87	997.87
	(d) Long term provisions	506.89	509.25
	Sub-total - Non-current liabilities	**1,592.30**	**1,558.06**
4	**Current Liabilities**		
	(a) Short-term borrowings	13,589.53	3,601.49
	(b) Trade payables	144.84	135.31
	(c) Other current liabilities	14,474.72	20,727.34
	(d) Short-term provisions	3,030.93	1,917.65
	Sub-total - Current liabilities	**31,239.82**	**26,381.79**
	TOTAL- EQUITY AND LIABILITIES	**54,588.80**	**51,401.04**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	3,327.57	3,927.12
	(b) Non-current investments	4,263.14	4,256.52
	(c) Deferred Tax Assets (net)	585.08	671.22
	(d) Long term loans and advances	3,254.71	3,755.99
	(e) Other non-current assets	1,173.92	1,622.44
	Sub-total - Non-current assets	**12,604.42**	**14,233.29**
2	**Current assets**		
	(a) Current investments	-	4,000.20
	(b) Trade receivables	6,030.64	3,315.37
	(c) Cash and bank balances	21,985.95	20,928.09
	(d) Short-term loans and advances	13,755.94	8,082.37
	(e) Other current assets	211.85	841.72
	Sub-total - Current assets	**41,984.38**	**37,167.75**
	TOTAL- ASSETS	**54,588.80**	**51,401.04**

5 **Segment Results**

Amount Rs. in Lakhs

	Particulars	Quarter ended			Year ended	
		31.03.13 (Unaudited)	31.12.12 (Unaudited)	31.03.12 (Unaudited)	31.03.13 (Audited)	31.03.12 (Audited)
1	**Segment Revenue**					
	Broking & related activities	4,343.42	6,055.18	4,508.98	18,524.85	17,700.63
	Advisory Services	0.05	0.12	0.12	0.37	721.01
	Total	**4,343.47**	**6,055.30**	**4,509.10**	**18,525.22**	**18,421.64**
	Less: Inter Segment Revenue	-	-	-	-	-
	Income from Operations	**4,343.47**	**6,055.30**	**4,509.10**	**18,525.22**	**18,421.64**
2	**Segment Results**					
	Profit / (Loss) before Tax and Finance Cost					
	Broking & related activities	560.86	2,785.52	1,653.56	6,295.88	957.65
	Advisory Services	(51.24)	0.12	(0.24)	0.37	620.22
	Total	**509.62**	**2,785.64**	**1,653.32**	**6,296.25**	**1,577.87**
	(i) Less: Finance Cost	211.56	250.61	32.34	629.44	2,459.28
	(ii) Add / (Less): Other unallocable income / (expenditure) net off unallocable expenditure / income	(13.01)	153.72	(275.72)	397.14	184.31
	Total Profit / (Loss) Before Tax	**285.05**	**2,688.75**	**1,345.26**	**6,063.95**	**(697.10)**
3	**Capital Employed (Segment Assets - Segment Liabilities)**					
	Broking & related activities	22,817.22	21,511.91	12,507.83	22,817.22	12,507.83
	Advisory Services	-	-	6.18	-	6.18
	Unallocable Capital Employed	(1,060.54)	531.46	10,947.18	(1,060.54)	10,947.18
	Total	**21,756.68**	**22,043.37**	**23,461.19**	**21,756.68**	**23,461.19**

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)

Audited Standalone Financial Results
for the Quarter and Year ended March 31, 2013

PART I — Amount Rs. in Lakhs

Statement of Standalone Audited Results for the Quarter and Year ended March 31, 2013

Particulars	Quarter ended			Year ended	
	31.03.13 (Unaudited)	31.12.12 (Unaudited)	31.03.12 (Unaudited)	31.03.13 (Audited)	31.03.12 (Audited)
1 a) Income from Operations	1,762.58	2,175.62	2,878.47	8,522.51	11,333.96
b) Other Operating Income	412.67	938.54	604.43	2,286.54	3,541.75
Total Income from Operations	**2,175.25**	**3,114.16**	**3,482.90**	**10,809.05**	**14,875.71**
2 **Expenses**					
a) Employee Benefits expense	632.17	565.34	761.08	2,838.19	4,775.38
b) Depreciation and Amortisation expense	138.62	188.79	244.08	764.92	1,187.19
c) Operating expenses	263.34	285.41	337.75	1,118.09	1,366.88
d) Administrative and Other expenses	1,066.30	514.19	717.63	2,833.41	7,357.05
Total Expenses	**2,100.43**	**1,553.73**	**2,060.54**	**7,554.61**	**14,686.50**
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	74.82	1,560.43	1,422.36	3,254.44	189.21
4 Other Income	468.88	621.50	167.16	2,389.66	1,669.68
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	543.70	2,181.93	1,589.52	5,644.10	1,858.89
6 Finance costs	221.72	250.55	80.60	718.43	2,765.47
7 Profit / (Loss) from ordinary activity after Finance Costs but before Exceptional Items (5-6)	321.98	1,931.38	1,508.92	4,925.67	(906.58)
8 Exceptional Items	-	-	-	-	-
9 **Profit / (Loss) from Ordinary Activities before tax (7-8)**	**321.98**	**1,931.38**	**1,508.92**	**4,925.67**	**(906.58)**
10 Tax (credit) / expense (including Deferred Tax and prior year tax adjustment)	(2,025.73)	628.08	451.98	(657.88)	253.63
11 **Net Profit / (Loss) from Ordinary Activities after tax (9-10)**	**2,347.71**	**1,303.30**	**1,056.94**	**5,583.55**	**(1,160.21)**
12 Extraordinary Items (net of tax expense Rs. NIL)	-	-	-	-	-
13 **Net Profit / (Loss) for the period (11-12)**	**2,347.71**	**1,303.30**	**1,056.94**	**5,583.55**	**(1,160.21)**
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	4,622.25
15 Reserves excluding Revaluation Reserves as per Balance Sheet				15,037.70	17,488.57
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.)	1.02 *	0.56 *	0.46 *	2.42	(0.50)
- Diluted (Amount in Rs.)	1.02 *	0.56 *	0.46 *	2.42	(0.50)
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.)	1.02 *	0.56 *	0.46 *	2.42	(0.50)
- Diluted (Amount in Rs.)	1.02 *	0.56 *	0.46 *	2.42	(0.50)
PART II					
A PARTICULARS OF SHAREHOLDING					
1 **Public Shareholding**					
- Number of Equity Shares	140,992,086	140,992,086	152,437,321	140,992,086	152,437,321
- Percentage of shareholding	61.01%	61.01%	65.96%	61.01%	65.96%
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	90,120,425	90,120,425	78,675,190	90,120,425	78,675,190
- 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)	38.99%	38.99%	34.04%	38.99%	34.04%

Particulars	Quarter ended
	31.03.13
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	2
Received during the quarter	235
Disposed off during the quarter	234
Remaining unresolved at the end of the quarter	3

Items exceeding 10% of Total Expenditure					
Lease Rent	107.89	115.52	209.37	587.93	1,457.97
Provision for doubtful debts, advances and security deposits	494.15	0.44	158.95	507.45	594.37
Rates and Taxes	42.25	50.76	1.54	114.90	2,631.32

Indiabulls Securities Limited Mumbai

Notes to the Financial Results:

1 The consolidated and standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the year ended March 31, 2013 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on April 23, 2013.

2 During the current quarter, CRISIL Ratings has reaffirmed "CRISIL A1+" rating for the Short Term Debt Programme of the Company. Instruments with this rating are considered to have very strong degree of safety regarding timely payment of financial obligations.

3 The 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) was approved at the meeting of the Board of Directors of the Company held on October 19, 2012 and was transferred by the Company on October 23, 2012 into the designated Dividend Account.

4 The second interim dividend of Re.1/- per equity share (50% of the face value of Rs. 2/- per equity share) amounting to Rs. 2,311.13 lakhs (excluding corporate dividend tax) was approved at the meeting of the Board of Directors of the Company held on January 22, 2013 and was transferred by the Company on January 24, 2013 into the designated Dividend Account.

5 The Board of Directors of the Company at its meeting held on April 23, 2013 has declared the third interim dividend of Re. 1/- per equity share.

6 **Statement of Assets and Liabilities:**

Amount Rs. in Lakhs

	Particulars	As at 31.03.13 (Audited)	As at 31.03.12 (Audited)
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	4,622.25	4,622.25
	(b) Reserves and Surplus	15,037.70	17,488.57
	Sub-total - Shareholders' funds	**19,659.95**	**22,110.82**
2	**Non-Current Liabilities**		
	(a) Long-term borrowings	22.42	47.78
	(b) Other Long-term liabilities	997.87	997.86
	(c) Long-term provisions	415.53	428.67
	Sub-total - Non-Current liabilities	**1,435.82**	**1,474.31**
3	**Current Liabilities**		
	(a) Short-term borrowings	13,589.53	3,601.49
	(b) Trade payables	92.94	79.17
	(c) Other current liabilities	10,039.65	18,206.42
	(d) Short-term provisions	3,009.93	1,854.18
	Sub-total - Current liabilities	**26,732.05**	**23,741.26**
	TOTAL - EQUITY AND LIABILITIES	**47,827.82**	**47,326.39**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	3,011.98	3,825.89
	(b) Non-current investments	1,873.42	1,873.42
	(c) Deferred Tax Assets (net)	555.20	636.68
	(d) Long-term loans and advances	6,116.27	6,170.37
	(e) Other non-current assets	48.42	121.44
	Sub-total - Non-current assets	**11,605.29**	**12,627.80**
2	**Current assets**		
	(a) Current investments	-	3,500.00
	(b) Trade receivables	2,135.62	3,270.43
	(c) Cash and bank balances	21,445.30	19,758.67
	(d) Short-term loans and advances	12,443.98	7,940.84
	(e) Other current assets	197.63	228.65
	Sub-total - Current assets	**36,222.53**	**34,698.59**
	TOTAL - ASSETS	**47,827.82**	**47,326.39**

7 **Segment Results**

Amount Rs. In Lakhs

	Particulars	Quarter ended			Year ended	
		31.03.13 (Unaudited)	31.12.12 (Unaudited)	31.03.12 (Unaudited)	31.03.13 (Audited)	31.03.12 (Audited)
1	**Segment Revenue**					
	Broking & related activities	2,175.20	3,114.04	3,482.78	10,808.68	14,187.35
	Advisory Services	0.05	0.12	0.12	0.37	688.36
	Total	**2,175.25**	**3,114.16**	**3,482.90**	**10,809.05**	**14,875.71**
	Less: Inter Segment Revenue	-	-	-	-	-
	Income from Operations	**2,175.25**	**3,114.16**	**3,482.90**	**10,809.05**	**14,875.71**
2	**Segment Results**					
	Profit / (Loss) before Tax and Finance Cost					
	Broking & related activities	139.02	1,580.11	1,399.41	4,080.40	286.13
	Advisory Services	0.05	0.12	(0.24)	0.37	587.57
	Total	**139.07**	**1,580.23**	**1,399.17**	**4,080.77**	**873.70**
	(i) Less: Finance Cost	195.24	218.53	27.91	575.53	2,464.80
	(ii) Add: Other unallocable income net off unallocable expenditure	378.15	569.68	137.66	1,420.43	684.52
	Total Profit / (Loss) before Tax	**321.98**	**1,931.38**	**1,508.92**	**4,925.67**	**(906.58)**
3	**Capital Employed (Segment Assets - Segment Liabilities)**					
	Broking & related activities	9,876.34	10,717.17	7,888.35	9,876.34	7,888.35
	Advisory Services	-	-	6.18	-	6.18
	Unallocable Capital Employed	9,783.61	9,226.02	14,216.29	9,783.61	14,216.29
	Total	**19,659.95**	**19,943.19**	**22,110.82**	**19,659.95**	**22,110.82**

8 Figures of quarter ended March 31, 2013 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year. Figures of quarter ended March 31, 2012 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the preceeding financial year.

9 Figures for the prior period/year have been regrouped and / or reclassified wherever considered necessary to conform to the current period / year 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 : April 23, 2013

Indiabulls Securities Limited Mumbai