Indiabulls

IBSEC

April 22, 2014

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, 2014 and declaration of Fourth 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, 2014, duly approved by the Board of Directors of the Company at its meeting held today i.e. April 22, 2014.

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 Fourth Interim dividend of Re. 1/- per equity share (on the face value of Rs. 2 per share) for the financial year 2013-14, 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 6, 2014**. The dividend will be paid on or before **Wednesday, May 21, 2014.**

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, 2014

PART I

Amount Rs. in Lakhs

Statement of Consolidated Audited Results for the quarter and year ended March 31, 2014

Particulars	Quarter ended			Year ended	
	31.03.14 (Unaudited)	31.12.13 (Unaudited)	31.03.13 (Unaudited)	31.03.14 (Audited)	31.03.13 (Audited)
1 Income from operations					
a) Income from operations	7,202.54	7,274.57	3,682.39	26,673.60	16,323.01
b) Other operating income	746.88	579.43	661.08	2,229.50	2,202.21
Total income from operations	**7,949.42**	**7,854.00**	**4,343.47**	**28,903.10**	**18,525.22**
2 Expenses					
a) Employee benefits expense	1,865.25	1,545.16	1,978.75	6,663.73	6,580.83
b) Depreciation and amortisation expense	117.78	120.89	142.32	499.50	779.65
c) Operating expenses	225.26	199.10	307.97	879.19	1,347.62
d) Other expenses	1,125.91	1,442.61	1,481.29	4,555.77	4,383.39
Total expenses	**3,334.20**	**3,307.76**	**3,910.33**	**12,598.19**	**13,091.49**
3 Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	4,615.22	4,546.24	433.14	16,304.91	5,433.73
4 Other Income	500.22	229.46	92.27	1,449.68	1,412.01
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	5,115.44	4,775.70	525.41	17,754.59	6,845.74
6 Finance costs	719.03	565.91	240.36	2,350.58	781.79
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	4,396.41	4,209.79	285.05	15,404.01	6,063.95
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	**4,396.41**	**4,209.79**	**285.05**	**15,404.01**	**6,063.95**
10 Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	1,558.63	1,448.35	(2,009.23)	5,252.53	(259.38)
11 Net Profit from Ordinary Activities after tax (9-10)	**2,837.78**	**2,761.44**	**2,294.28**	**10,151.48**	**6,323.33**
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-
13 Net Profit for the period (11-12)	**2,837.78**	**2,761.44**	**2,294.28**	**10,151.48**	**6,323.33**
14 Share of Profit of Associates (Net)	-	-	49.98	9.92	6.60
15 Minority Interest	(2.16)	0.66	-	(2.17)	-
16 Net Profit from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)	**2,839.94**	**2,760.78**	**2,344.26**	**10,163.57**	**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	4,622.25
18 Reserves excluding Revaluation Reserves as per Balance Sheet				17,147.41	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 quarters not annualised)					
- Basic (Amount in Rs.)	1.23 *	1.19 *	1.01 *	4.40	2.74
- Diluted (Amount in Rs.)	1.14 *	1.17 *	1.01 *	4.29	2.74
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share)					
*(EPS for the quarters not annualised)					
- Basic (Amount in Rs.)	1.23 *	1.19 *	1.01 *	4.40	2.74
- Diluted (Amount in Rs.)	1.14 *	1.17 *	1.01 *	4.29	2.74
Items exceeding 10% of Total Expenditure					
Lease Rent	265.47	297.26	354.18	1,155.28	1,434.80
Provision for doubtful debts, advances and security deposits	28.39	(3.11)	494.17	39.53	507.47
Professional Charges	313.06	551.11	167.60	1,160.67	573.07
PART II					
PARTICULARS OF SHAREHOLDING					
1 Public Shareholding					
- Number of Equity Shares	129,592,086	129,592,086	140,992,086	129,592,086	140,992,086
- Percentage of shareholding	56.07%	56.07%	61.01%	56.07%	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	101,520,425	90,120,425	101,520,425	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%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	43.93%	43.93%	38.99%	43.93%	38.99%

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, 2014 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, 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 preceding financial year.

3 The results for the quarter/year ended March 31, 2014 are not comparable with those for the quarter/ year ended March 31, 2013 as the figures in respect of quarter/year ended March 31, 2014 include operations of nine subsidiaries acquired during the year. Further, one of the subsidiary acquired during the year has been disposed off during the current quarter.

4 **Consolidated Statement of Assets and Liabilities**

Amount Rs. in Lakhs

	Particulars	As At 31.03.14 (Audited)	As At 31.03.13 (Audited)
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' funds**		
	(a) Share capital	4,622.25	4,622.25
	(b) Reserves and surplus	17,147.41	17,134.43
	(c) Money received against share warrants	1,891.83	-
	Sub-total - Shareholders' funds	**23,661.49**	**21,756.68**
2	**Minority interest**	-	-
3	**Non-current liabilities**		
	(a) Long-term borrowings	92.83	83.85
	(b) Deferred tax liabilities (net)	2.64	3.69
	(c) Other long term liabilities	997.87	997.87
	(d) Long term provisions	535.66	506.89
	Sub-total - Non-current liabilities	**1,629.00**	**1,592.30**
4	**Current liabilities**		
	(a) Short-term borrowings	36,619.78	13,589.53
	(b) Trade payables	40.33	144.64
	(c) Other current liabilities	15,937.05	14,474.72
	(d) Short-term provisions	3,916.89	3,030.93
	Sub-total - Current liabilities	**56,514.05**	**31,239.82**
	TOTAL- EQUITY AND LIABILITIES	**81,804.54**	**54,588.80**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	3,094.82	3,327.57
	(b) Goodwill on Consolidation	319.77	-
	(c) Non-current investments	1,253.76	4,283.14
	(d) Deferred tax assets (net)	424.04	585.08
	(e) Long term loans and advances	8,079.31	4,006.41
	(f) Other non-current assets	579.01	1,173.92
	Sub-total - Non-current assets	**13,750.71**	**13,356.12**
2	**Current assets**		
	(a) Current investments	1,984.85	-
	(b) Trade receivables	13,803.69	6,030.64
	(c) Cash and bank balances	29,685.03	21,985.95
	(d) Short-term loans and advances	21,655.96	13,004.24
	(e) Other current assets	924.30	211.85
	Sub-total - Current assets	**68,053.83**	**41,232.68**
	TOTAL- ASSETS	**81,804.54**	**54,588.80**

5 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.

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 (as standalone entity)

Audited Standalone Financial Results

for the quarter and year ended March 31, 2014

PART I

Amount Rs. in Lakhs

Statement of Standalone Audited Results for the quarter and year ended March 31, 2014

Particulars	Quarter ended			Year ended	
	31.03.14 (Unaudited)	31.12.13 (Unaudited)	31.03.13 (Unaudited)	31.03.14 (Audited)	31.03.13 (Audited)
1 a) Income from operations	1,404.05	1,296.12	1,762.58	5,706.54	8,522.51
b) Other operating income	651.88	504.11	412.67	1,924.60	2,286.54
Total income from operations	**2,055.93**	**1,800.23**	**2,175.25**	**7,631.14**	**10,809.05**
2 **Expenses**					
a) Employee benefits expense	447.42	479.05	632.17	1,923.63	2,838.19
b) Depreciation and amortisation expense	105.46	113.72	138.62	464.27	764.92
c) Operating expenses	211.36	186.18	283.34	797.48	1,118.09
d) Other expenses	430.46	407.28	1,066.30	1,444.03	2,833.41
Total expenses	**1,194.70**	**1,186.23**	**2,100.43**	**4,629.41**	**7,554.61**
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	861.23	614.00	74.82	3,001.73	3,254.44
4 Other Income	2,707.38	2,102.93	468.88	8,717.49	2,389.66
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	3,568.61	2,716.93	543.70	11,719.22	5,644.10
6 Finance costs	655.77	265.33	221.72	1,496.18	718.43
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	2,912.84	2,451.60	321.98	10,223.04	4,925.67
8 Exceptional Items	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	**2,912.84**	**2,451.60**	**321.98**	**10,223.04**	**4,925.67**
10 Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	484.78	50.51	(2,025.73)	1,497.36	(657.88)
11 Net Profit from Ordinary Activities after tax (9-10)	**2,428.06**	**2,401.09**	**2,347.71**	**8,725.68**	**5,583.55**
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-
13 Net Profit for the period (11-12)	**2,428.06**	**2,401.09**	**2,347.71**	**8,725.68**	**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	4,622.25
15 Reserves excluding Revaluation Reserves as per Balance Sheet				13,846.15	15,037.70
16 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2/- per Equity Share)					
*(EPS for the quarters not annualised)					
- Basic (Amount in Rs.)	1.05 *	1.04 *	1.02 *	3.78	2.42
- Diluted (Amount in Rs.)	0.97 *	1.02 *	1.02 *	3.68	2.42
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share)					
*(EPS for the quarters not annualised)					
- Basic (Amount in Rs.)	1.05 *	1.04 *	1.02 *	3.78	2.42
- Diluted (Amount in Rs.)	0.97 *	1.02 *	1.02 *	3.68	2.42
Items exceeding 10% of Total Expenditure					
Loss on sale / scrapping of fixed assets	134.83	66.72	5.33	233.69	90.55
Provision for doubtful debts, advances and security deposits	28.39	(3.11)	494.15	39.53	507.45

PART II

A PARTICULARS OF SHAREHOLDING					
1 **Public Shareholding**					
- Number of Equity Shares	129,592,086	129,592,086	140,992,086	129,592,086	140,992,086
- Percentage of shareholding	56.07%	56.07%	61.01%	56.07%	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	101,520,425	90,120,425	101,520,425	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%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	43.93%	43.93%	38.99%	43.93%	38.99%

Particulars	Quarter ended
	31.03.14
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	-
Received during the quarter	167
Disposed off during the quarter	167
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 year ended March 31, 2014 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on April 22, 2014.

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) was approved at the meeting of the Board of Directors of the Company held on January 23, 2014 and was transferred by the Company on January 27, 2014 into the designated Dividend Account.

3 The Board of Directors of the Company at its meeting held on April 22, 2014 has declared fourth interim dividend of Re.1/- per Equity Share.

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" notified under the Companies (Accounting Standards) Rules, 2006.

5 Subsequent to year end, on April 11, 2014 the Company has allotted 14,144,904 (One Crore Forty One Lakhs Forty Four Thousand Nine Hundred Four) Equity Shares of face value Rs. 2/- each on conversion of 14,144,904 warrants at a conversion price of Rs. 13/- per warrant to one of the promoter group entity on realisation of balance 75% money. Consequent to said allotment, the paid up Equity Share Capital of the Company stands increased from Rs. 462,225,022/- divided into 231,112,511 Equity Shares of face value Rs. 2/- each to Rs. 490,514,830/- divided into 245,257,415 Equity Shares of face value Rs. 2/- each.



6 Statement of Assets and Liabilities:

Amount Rs. in Lakhs

	Particulars	As at 31.03.14 (Audited)	As at 31.03.13 (Audited)
A	EQUITY AND LIABILITIES		
1	**Shareholders' funds**		
	(a) Share capital	4,622.25	4,622.25
	(b) Reserves and surplus	13,846.15	15,037.70
	(c) Money received against share warrants	1,891.83	-
	Sub-total - Shareholders' funds	**20,360.23**	**19,659.95**
2	**Non-current liabilities**		
	(a) Long-term borrowings	9.41	22.42
	(b) Other long-term liabilities	997.87	997.87
	(c) Long-term provisions	219.66	415.53
	Sub-total - Non-current liabilities	**1,226.94**	**1,435.82**
3	**Current liabilities**		
	(a) Short-term borrowings	20,000.00	13,589.53
	(b) Trade payables	37.80	92.94
	(c) Other current liabilities	8,522.12	10,039.65
	(d) Short-term provisions	3,105.29	3,009.93
	Sub-total - Current liabilities	**31,665.21**	**26,732.05**
	TOTAL- EQUITY AND LIABILITIES	**53,252.38**	**47,827.82**
B	ASSETS		
1	**Non-current assets**		
	(a) Fixed assets	2,350.39	3,011.98
	(b) Non-current investments	1,873.42	1,873.42
	(c) Deferred tax assets (net)	361.92	555.20
	(d) Long-term loans and advances	3,767.10	6,116.27
	(e) Other non-current assets	153.51	48.42
	Sub-total - Non-current assets	**8,506.34**	**11,605.29**
2	**Current assets**		
	(a) Current investments	-	-
	(b) Trade receivables	2,017.25	2,135.62
	(c) Cash and bank balances	29,037.83	21,445.30
	(d) Short-term loans and advances	13,489.73	12,443.98
	(e) Other current assets	201.23	197.63
	Sub-total - Current assets	**44,746.04**	**36,222.53**
	TOTAL- ASSETS	**53,252.38**	**47,827.82**

7 Figures of quarter ended March 31, 2014 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, 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 preceeding financial year.

8 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: M - 62 & 63, 1st Floor, Connaught Place, New Delhi 110 001

For and on behalf of Board of Directors

Sd/-

Jaywant B. Shah
CEO & Whole-time Director

Indiabulls Securities Limited Mumbai

Place : Mumbai
Date : April 22, 2014