Indiabulls

Indiabulls Securities Limited

Unaudited Consolidated Financial Results

for the quarter and nine months ended December 31, 2013

PART I — **Amount Rs. in Lakhs**

Statement of Consolidated Unaudited Results for the quarter and nine months ended December 31, 2013

	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.13 (Unaudited)	30.09.13 (Unaudited)	31.12.12 (Unaudited)	31.12.13 (Unaudited)	31.12.12 (Unaudited)	31.03.13 (Audited)
1	**Income from operations**						
	a) Income from operations	7,274.57	6,345.99	5,527.23	19,471.06	12,640.62	16,323.01
	b) Other operating income	579.43	440.65	528.07	1,482.62	1,541.13	2,202.21
	Total income from operations	**7,854.00**	**6,786.64**	**6,055.30**	**20,953.68**	**14,181.75**	**18,525.22**
2	**Expenses**						
	a) Employee benefits expense	1,545.16	1,593.21	1,753.39	4,798.48	4,602.08	6,580.83
	b) Depreciation and amortisation expense	120.89	129.92	192.38	381.72	637.33	779.65
	c) Operating expenses	199.10	199.23	338.47	653.93	1,039.65	1,347.62
	d) Other expenses	1,442.61	1,167.71	1,012.25	3,429.86	2,902.10	4,383.39
	Total expenses	**3,307.76**	**3,090.07**	**3,296.49**	**9,263.99**	**9,181.16**	**13,091.49**
3	Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	4,546.24	3,696.57	2,758.81	11,689.69	5,000.59	5,433.73
4	Other Income	229.46	431.88	215.30	949.46	1,319.74	1,412.01
5	Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	4,775.70	4,128.45	2,974.11	12,639.15	6,320.33	6,845.74
6	Finance costs	565.91	519.95	285.36	1,631.55	541.43	781.79
7	Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	4,209.79	3,608.50	2,688.75	11,007.60	5,778.90	6,063.95
8	Exceptional Items	-	-	-	-	-	-
9	**Profit from Ordinary Activities before tax (7-8)**	**4,209.79**	**3,608.50**	**2,688.75**	**11,007.60**	**5,778.90**	**6,063.95**
10	Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	1,448.35	1,198.66	867.99	3,693.90	1,749.85	(259.38)
11	**Net Profit from Ordinary Activities after tax (9-10)**	**2,761.44**	**2,409.84**	**1,820.76**	**7,313.70**	**4,029.05**	**6,323.33**
12	Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13	**Net Profit for the period (11-12)**	**2,761.44**	**2,409.84**	**1,820.76**	**7,313.70**	**4,029.05**	**6,323.33**
14	Share of Profit / (Loss) of Associates (Net)	-	-	(15.92)	9.92	(43.38)	6.60
15	Minority Interest	0.66	(0.57)	-	(0.01)	-	-
16	**Net Profit from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)**	**2,760.78**	**2,410.41**	**1,804.84**	**7,323.63**	**3,985.67**	**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	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 / nine months not annualised)						
	- Basic (Amount in Rs.)	1.19 *	1.04 *	0.78 *	3.17 *	1.72 *	2.74
	- Diluted (Amount in Rs.)	1.17 *	1.04 *	0.78 *	3.17 *	1.72 *	2.74
	Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share) *(EPS for the quarter / nine months not annualised)						
	- Basic (Amount in Rs.)	1.19 *	1.04 *	0.78 *	3.17 *	1.72 *	2.74
	- Diluted (Amount in Rs.)	1.17 *	1.04 *	0.78 *	3.17 *	1.72 *	2.74
	Items exceeding 10% of Total Expenditure						
	Lease Rent	297.26	232.05	360.74	889.81	1,080.62	1,434.80
	Contingent Provisions	290.00	425.00	-	715.00	-	-
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	140,992,086
	- Percentage of shareholding	56.07%	56.07%	61.01%	56.07%	61.01%	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	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%	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%	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 Figures for the prior period / year have been regrouped and / or reclassified wherever considered necessary to conform to the current period presentation.

Indiabulls Securities Limited (as standalone entity)

Unaudited Standalone Financial Results

for the quarter and nine months ended December 31, 2013

PART I — **Amount Rs. in Lakhs**

Statement of Standalone Unaudited Results for the quarter and nine months ended December 31, 2013

	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.13 (Unaudited)	30.09.13 (Unaudited)	31.12.12 (Unaudited)	31.12.13 (Unaudited)	31.12.12 (Unaudited)	31.03.13 (Audited)
1	a) Income from operations	1,296.12	1,481.30	2,175.62	4,302.49	6,759.93	8,522.51
	b) Other operating income	504.11	379.60	938.54	1,272.72	1,873.87	2,286.54
	Total income from operations	**1,800.23**	**1,860.90**	**3,114.16**	**5,575.21**	**8,633.80**	**10,809.05**
2	**Expenses**						
	a) Employee benefits expense	479.05	393.27	565.34	1,476.21	2,206.02	2,838.19
	b) Depreciation and amortisation expense	113.72	119.89	188.79	358.81	626.30	764.92
	c) Operating expenses	186.18	180.81	285.41	586.12	854.75	1,118.09
	d) Other expenses	407.28	187.92	514.19	1,013.57	1,767.11	2,833.41
	Total expenses	**1,186.23**	**881.89**	**1,553.73**	**3,434.71**	**5,454.18**	**7,554.61**
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	614.00	979.01	1,560.43	2,140.50	3,179.62	3,254.44
4	Other Income	2,102.93	1,988.86	621.50	6,010.11	1,920.78	2,389.66
5	Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	2,716.93	2,967.87	2,181.93	8,150.61	5,100.40	5,644.10
6	Finance costs	265.33	226.88	250.55	840.41	496.71	718.43
7	Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	2,451.60	2,740.99	1,931.38	7,310.20	4,603.69	4,925.67
8	Exceptional Items	-	-	-	-	-	-
9	**Profit from Ordinary Activities before tax (7-8)**	**2,451.60**	**2,740.99**	**1,931.38**	**7,310.20**	**4,603.69**	**4,925.67**
10	Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	50.51	599.90	628.08	1,012.58	1,367.85	(657.88)
11	**Net Profit from Ordinary Activities after tax (9-10)**	**2,401.09**	**2,141.09**	**1,303.30**	**6,297.62**	**3,235.84**	**5,583.55**
12	Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13	**Net Profit for the period (11-12)**	**2,401.09**	**2,141.09**	**1,303.30**	**6,297.62**	**3,235.84**	**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	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 / nine months not annualised)						
	- Basic (Amount in Rs.)	1.04 *	0.93 *	0.56 *	2.72 *	1.40 *	2.42
	- Diluted (Amount in Rs.)	1.02 *	0.93 *	0.56 *	2.72 *	1.40 *	2.42
	Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2/- per Equity Share) *(EPS for the quarter / nine months not annualised)						
	- Basic (Amount in Rs.)	1.04 *	0.93 *	0.56 *	2.72 *	1.40 *	2.42
	- Diluted (Amount in Rs.)	1.02 *	0.93 *	0.56 *	2.72 *	1.40 *	2.42
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	140,992,086
	- Percentage of shareholding	56.07%	56.07%	61.01%	56.07%	61.01%	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	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%	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%	38.99%

	Particulars	Quarter ended
B	**INVESTOR COMPLAINTS**	**31.12.13**
	Pending at the beginning of the quarter	-
	Received during the quarter	169
	Disposed off during the quarter	169
	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 nine months ended December 31, 2013 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on January 23, 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 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 October 21, 2013 and was transferred by the Company on October 25, 2013 into the designated Dividend Account.

3 The Board of Directors of the Company at its meeting held on January 23, 2014 has declared third interim dividend of Re.1/- per Equity Share.

4 During the current period / 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 In terms of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, the Company during the current quarter, upon receipt of shareholders' approval, has on December 02, 2013, issued and allotted an aggregate of 5,82,10,000 (Five Crore Eighty Two Lakhs Ten Thousand) warrants of the Company to promoters, certain promoter entities and to an executive director, 25% of which amounting to Rs.1,891.83 Lakhs has been received upfront by the Company from the respective allottees and the same has been utilized in accordance with the objects of the issue. These warrants are convertible into an equivalent number of Equity shares of face value of Rs. 2/- each at a conversion price of Rs. 13/- per Equity share, upon receipt of balance conversion price, within a period of eighteen months from the date of allotment of warrants.

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

For and on behalf of Board of Directors

Place : Mumbai
Date : January 23, 2014

Divyesh B. Shah
CEO & Whole-time Director