



August 31, 2017

To
The Manager- Compliance Department
National Stock Exchange of India Limited
'Exchange Plaza', Bandra Kurla Complex,
Bandra (East), Mumbai-400 051

To
The Manager- Compliance Department
Bombay Stock Exchange Limited
Floor 25, P. J. Tower, Dalal Street,
Mumbai -400 001

NSE symbol: HOVS

BSE Scrip Code: 532761

Subject: Intimation of outcome of the Board Meeting held on August 31, 2017

Dear Sir,

This is to inform that the Board of Directors of the Company at its meeting held today, inter alia, had approved the following:-

- i) Considered and approved Un-audited and reviewed standalone financial results of the Company for the quarter (Q1) ended June 30, 2017. Please find enclosed the financial statements in prescribed format and Auditors' review report.
- ii) Approved, on the recommendation of Nomination and Remuneration Committee, the appointment of Mr. Niles Bafna as the Chief Financial Officer of the Company effective September 1, 2017. As required in case of appointment the details are enclosed as per **Annexure I** attached.
- iii) Approved allotment of 3,200 equity shares of Rs 10/-each pursuant to the ESOP Plan 2007. Consequent to the said allotment, the paid up share capital of the Company has gone up from 12,532,522 equity shares of Rs. 10/- each aggregating to Rs. 125,325,220/- to equity shares 12,535,722 of Rs. 10/- each aggregating to Rs. 125,357,220/-.

Kindly take the above on record.

Thanking you,
Yours faithfully,

For **HOV Services Limited**

Bhuvanesh Sharma
VP-Corporate Affairs &
Company Secretary &
Compliance Officer

Encls: As above

HOV Services Limited

CIN:L72200PN1989PLC014448

Regd Office : 3rd Floor, Sharda Arcade, Pune Satara Road, Bibwewadi Pune - 411 037, Maharashtra, INDIA
Tel: 91-20 24221460, Fax: 91-20 24221470, www.hovsltd.com

LIMITED REVIEW REPORT**To The Board of Directors
HOV Services Limited**

We have reviewed the accompanying statement of unaudited financial results of **HOV Services Limited** ("the Company") for the quarter ended **June 30, 2017**. 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 these results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (IND AS) and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circulars issued from time to time including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place: Pune
Date: August 31, 2017

For Lodha and Company
Chartered Accountants
ICAI Firm Registration No. 301051E

R.P. Baradiya
Partner
Membership No. 44101



HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037

website: www.hovsltd.com; email: investor.relations@hovsltd.com

Phone: 020-24231623; Fax: 020-24221470

CIN: L72200PN1989PLC014448

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(Rs. In Lakhs)

Sr.	Particulars	Quarter Ended	
		June 30, 2017	June 30, 2016
		Unaudited	Unaudited*
1	Income		
	Revenue from operations	346.76	342.87
	Other income	30.49	26.76
	Total Income	377.25	369.63
2	Expenses		
	Employee Benefits Expense	249.56	252.93
	Depreciation and Amortisation Expense	2.50	7.91
	Other Expenses	78.48	70.25
	Total Expenses	330.54	331.09
3	Profit before tax	46.71	38.54
4	Tax Expense :		
	Current Tax	(14.90)	(16.30)
	Deferred Tax	0.58	4.98
5	Profit for the period	32.39	27.22
6	OTHER COMPREHENSIVE INCOME		
	Items that will not be reclassified subsequently to Profit or loss :		
	Remeasurement of net defined benefit plans	1.25	1.16
	Tax impact of Items that will not be reclassified subsequently to Profit or loss	(0.31)	(0.35)
7	Total Other Comprehensive Income	0.94	0.81
8	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	33.33	28.03
9	Paid-up equity share capital (Face Value of Rs. 10 each)	1,253.25	1,253.25
10	Basic & Diluted Earnings per share of (Rs.10 each)	0.26	0.22

Notes :

- 1 The above financial results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at their meeting held on 31st August, 2017. The Limited Review under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been carried out by the Statutory Auditors.
- 2 (a)* The Company has adopted Indian Accounting Standards ('IND AS') effective April 1, 2017 (transition date being April 1, 2016) notified by the Ministry of Corporate Affairs from 1st April 2015. Accordingly the Financial results for the quarter ended 30th June, 2017 are in compliance with IND AS and other accounting principles generally accepted in India and the results for the comparative quarter ended 30th June, 2016 have been restated in accordance with IND AS. The financial results for the quarter ended 30th June, 2017 is reviewed by the Auditors, while results for quarter ended 30th June, 2016 have not been audited or reviewed by the auditors and are compiled by the Management after exercising necessary due diligence to ensure a true and fair view of the Company's affairs.
- 2 (b) Reconciliation between financial results as previously prepared and reported in accordance with Generally Accepted Accounting Principles in India (referred to as " Previous GAAP") and IND-AS for the quarter is as under:

Particulars	June 30, 2016
Net profit as per Previous GAAP	27.97
Add : Impact of Fair valuation of financial assets and liabilities	0.06
Total Comprehensive Income under Ind-AS	28.03

- 3 Other Income includes net rental income/Loss as follows :

Particulars	June 30, 2017	June 30, 2016
Rent Income	27.41	27.41
Less: Finance and borrowing cost	(17.94)	(20.16)
Less: Amortisation expense	(4.70)	(4.70)

- 4 The Company has only one reportable segment i.e. 'IT and IT Enabled Services' in terms of requirements of IND AS 108.

HOV Services Limited

Sunil Rajadhyaksha
Chairman & Executive Director

DIN : 00011683



Place : Pune

Date : August 31, 2017



Annexure I

Sr. No.	Particulars	Disclosure/Information
1	Brief resume/profile of the appointee	Overall 15 plus years of experience including working with the Company more than 11 years in Finance and Accounts. He is a Member of the Institute of Chartered Accountants of India and also hold Diploma in Information & System Audit from the Institute, and holds a Bachelor's Degree in Commerce.
2	Nature of expertise in specific functional areas	Have hands on experience in Finance, Accounting, Consolidation, Taxation & Planning, and Designing & Implementation of Internal Control System, Formulating Budgets and Financing Planning.
3	Disclosure of relationship between director inter-se of the Company	NIL
4	Names of listed entities in which holds the directorship and the membership of committees of the board	NIL
5	Shareholding in the Company (No. of Shares)	3,000

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