



SUNDARAM FINANCE

Enduring values. New age thinking.

SEC:0365:10/PAL

October 29, 2010

The Manager - Listing
National Stock Exchange of India Limited
Capital Market – Listing
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (E), Mumbai 400 051

Dear Sir,

Sub: Submission of unaudited financial results for the quarter ended 30th September 2010 under Clause 41 of the Listing Agreement

Ref: Our letter SEC: 0351:10/PAL of 19th instant

We have pleasure in enclosing the unaudited financial results for the quarter ended 30th September 2010 together with a copy of the Limited Review Report issued by the Statutory Auditors.

These results were approved at the Board Meeting held today.

We have also made arrangements for publishing the results in "The Business Line" and "Dinamalar" on 30th October 2010.

Please acknowledge receipt.

Thanking you,

Yours truly,
for Sundaram Finance Limited


P. Viswanathan
Deputy Secretary & Compliance Officer
Encl:

CC: National Stock Exchange of India Limited
2nd Floor, Ispahani Centre
Door No.123-124
Nungambakkam High Road
Nungambakkam
Chennai 600 034

Sundaram Finance Limited



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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30.09.2010

(Rs. in Lakhs)

Particulars	Quarter Ended		Half year ended		Year ended
	30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010 (Audited)
Income from Operations	32428.54	28784.89	63071.31	55895.78	118189.37
Financial Expenses	16941.15	15172.26	33398.52	30576.09	63379.55
Expenditure:					
a) Employee cost	2807.86	2374.96	5645.89	4762.90	10011.23
b) Depreciation	1372.33	1122.34	2532.73	2114.82	4481.57
c) Other expenditure	1709.15	1522.94	3187.12	3021.63	6042.27
d) General Provision on Standard Assets	143.33	-	286.66	-	3161.69
e) Provisions and write off	893.15	2034.17	1856.69	2834.47	5446.90
Total	6925.82	7054.41	13509.09	12733.82	29143.66
Profit from Operations before Other Income & Exceptional Items	8561.57	6558.22	16163.70	12585.87	25666.16
Other Income	1225.70	1357.77	2146.13	1981.44	4142.57
Profit before Exceptional Items	9787.27	7915.99	18309.83	14567.31	29808.73
Exceptional Item - Profit on sale of shares	-	352.16	-	2538.90	2538.90
Profit before tax	9787.27	8268.15	18309.83	17106.21	32347.63
Tax expense	3034.05	2675.45	5676.05	5390.50	9672.77
Net Profit	6753.22	5592.70	12633.78	11715.71	22674.86
Paid-up Equity Share Capital (Face value of Rs.10 each)	5555.19	5555.19	5555.19	5555.19	5555.19
Reserves excluding Revaluation Reserves					126057.18
Basic and Diluted Earnings per Share (Rs.)	12.16	10.07	22.74	21.09	40.82
Public Shareholding					
- Number of shares	3,26,01,709	3,24,90,312			3,25,55,819
- Percentage of shareholding	58.69	58.49			58.60
Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered:	Nil	Nil			Nil
b) Non-encumbered:					
- Number of shares	2,29,50,221	2,30,61,618			2,29,96,111
- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00			100.00
- Percentage of Shares (as a % of the total share capital of the Company)	41.31	41.51			41.40

Statement of Assets and Liabilities

(Rs.in Lakhs)

Particulars	30.09.2010	30.09.2009	31.03.2010 (Audited)
SOURCES OF FUNDS			
SHAREHOLDERS' FUND:			
a) Capital	5555.19	5555.19	5555.19
b) Stock Option Outstanding Account	22.14	9.31	23.28
c) Reserves and Surplus	138712.77	121427.52	126057.18
LOAN FUNDS	860188.84	711413.04	849378.14
TOTAL	1004478.94	838405.06	981013.79
APPLICATION OF FUNDS			
FIXED ASSETS	24808.76	21494.46	23237.80
INVESTMENTS	47112.83	80187.96	53744.80
DEFERRED TAX ASSET (NET)	6182.83	5517.47	5533.65
CURRENT ASSETS, LOANS AND ADVANCES			
(a) Cash and Bank Balances	29487.32	28663.19	137379.06
(b) Other current assets	23996.10	34273.13	29110.30
(c) Loans and Advances	935153.26	720535.13	799363.96
Less: Current Liabilities and Provisions			
(a) Current Liabilities	51025.62	44048.21	55084.13
(b) Provisions	11236.54	8218.07	12271.65
TOTAL	1004478.94	838405.06	981013.79

Notes:

1. Profit before tax and Net profit figures for the periods ended 30.09.2010 are not comparable with that of the corresponding periods of the previous year which included an exceptional item of profit on sale of shares.
2. Income deferment and provision for Non-Performing Assets have been made on an estimated basis, as in earlier years.
3. The Company is engaged primarily in the business of financing and accordingly there is no separate reportable segment as per Accounting Standard (AS-17) 'Segment Reporting'.
4. The Statutory Auditors have carried out a Limited Review of the financial results for the quarter ended 30th September 2010.
5. There was one investor complaint received and resolved during the quarter. None was pending at the beginning and end of the quarter.
6. The results were taken on record by the Board of Directors at their meeting held on 29th October 2010.

By Order of the Board

T T SRINIVASARAGHAVAN

Managing Director

Chennai

29.10.2010

Sundaram Finance Limited

Regd. Office: 21, Patullos Road, Chennai 600 002
www.sundaramfinance.in

Email: investorservices@sundaramfinance.in

To

**The Board of Directors,
Sundaram Finance Limited.
Chennai.**

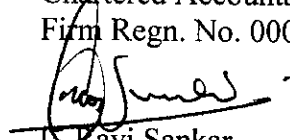
We have reviewed the accompanying statement of unaudited financial results of Sundaram Finance Limited for the quarter ended 30th September 2010, except for the disclosures regarding "Public share holding" and "Promoter and promoter group share holding" which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Committee of Board of Directors. Our responsibility is to issue a report on this financial statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Chennai.
Date: 29th October, 2010.

For BRAHMAYYA & CO.,
Chartered Accountants
Firm Regn. No. 000511S



D. Ravi Sankar
Partner
Membership No. 25929