

CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED

Registered Office : DARE HOUSE, 2, NSC Bose Road, Chennai - 600 001.

Audited Financial Results for the year ended March 31, 2011

(Rupees in lakhs)

Particulars	Standalone				Consolidated			
	Unaudited		Audited		Unaudited		Audited	
	Three months ended		Year ended		Three months ended		Year ended	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
1. a) Income from operations	32,611	22,295	113,775	85,873	34,192	22,848	115,609	88,262
b) Other operating income	1,342	1,316	5,018	7,077	1,403	1,574	5,193	7,264
2. Expenditure								
a) Interest (Financing Charges)	16,634	11,907	58,569	50,359	16,782	11,907	59,215	50,385
b) Employees cost	2,066	2,046	8,969	7,653	2,229	2,259	9,655	9,324
c) Business origination outsourcing	2,292	1,797	8,677	5,745	2,324	1,830	8,822	5,931
d) Other operating expenses	1,645	1,243	6,161	5,105	1,739	1,357	6,537	5,770
e) Depreciation	211	416	851	1,528	254	455	1,005	1,715
f) Provisions, loan losses and other charges	6,036	4,273	22,449	19,137	7,328	5,126	22,619	20,002
g) Total	28,884	21,682	105,676	89,527	30,656	22,934	107,853	93,127
3. Profit from Operations before Other Income & Exceptional Items (1-2)	5,069	1,929	13,117	3,423	4,939	1,488	12,949	2,399
4. Other income	263	-	1,390	-	287	(804)	1,422	120
5. Profit before Exceptional Items (3+4)	5,332	1,929	14,507	3,423	5,226	684	14,371	2,519
6. Exceptional items (Note 4)	(2,686)	3,474	(4,496)	(290)	(287)	5,394	(2,097)	4,463
7. Profit / (Loss) from Ordinary Activities before Tax (5+6)	2,646	5,403	10,011	3,133	4,939	6,078	12,274	6,982
8. Tax expense (net of deferred tax)	1,298	2,136	3,793	1,592	1,290	2,123	3,816	1,705
9. Net Profit / (Loss) from Ordinary Activities after Tax (7 - 8)	1,348	3,267	6,218	1,541	3,649	3,955	8,458	5,277
10. Extraordinary Items (net of tax expense)	-	-	-	-	-	-	-	-
11. Net Profit / (Loss) for the Period (9 - 10)	1,348	3,267	6,218	1,541	3,649	3,955	8,458	5,277
12. Paid-up equity share capital (Rs.10/- per share) (Refer Note 2 below)	11,935	6,647	11,935	6,647	11,935	6,647	11,935	6,647
13. Reserves excluding revaluation reserves			95,264	41,853			94,264	38,612
14. Earnings per Share (EPS) - not annualised- before and after extraordinary items (in Rs.)								
a) Basic	1.13	4.79	5.67	1.79	3.06	5.83	7.73	7.42
b) Diluted	1.13	4.79	5.67	1.79	3.06	5.82	7.73	7.42
15. Public shareholding								
- Number of shares	36,898,230	16,629,378	36,898,230	16,629,378	36,898,230	16,629,378	36,898,230	16,629,378
- Percentage of shareholding	30.93	25.04	30.93	25.04	30.93	25.04	30.93	25.04
16. Promoters and Promoter group shareholding								
a) Pledged / encumbered								
- Number of shares	-	-	-	-	-	-	-	-
- Percentage of shares	-	-	-	-	-	-	-	-
as a% of the total shareholding of the promoter / promoter group	-	-	-	-	-	-	-	-
as a% of the total share capital of the company	-	-	-	-	-	-	-	-
b) Non encumbered								
- Number of shares	82,385,651	49,776,956	82,385,651	49,776,956	82,385,651	49,776,956	82,385,651	49,776,956
- Percentage of shares								
as a% of the total shareholding of the promoter / promoter group	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
as a% of the total share capital of the company	69.07%	74.96%	69.07%	74.96%	69.07%	74.96%	69.07%	74.96%

1. Statement of Assets and Liabilities as on March 31, 2011 is given below.

(Rs.in lakhs)

Particulars	Audited			
	Standalone		Consolidated	
	As at 31.03.2011	As at 31.03.2010	As at 31.03.2011	As at 31.03.2010
SOURCES OF FUNDS				
Share Capital	11,935	36,647	11,935	36,647
Share Application money - Pending allotment	3	-	3	-
Reserves & Surplus	95,264	41,854	94,263	38,612
Loan Funds	794,529	539,356	800,529	546,857
Total	901,731	617,857	906,730	622,116
APPLICATION OF FUNDS				
Fixed Assets (Net)	3,501	1,378	3,918	1,959
Goodwill on Consolidation	-	-	-	59
Investments	6,827	21,933	1,001	17,411
Deferred Tax Asset (Net)	13,060	15,493	13,340	15,796
Current Assets, Loans and Advances				
Receivables under Financing Activity	860,923	548,958	868,437	556,859
Stock in Trade	-	-	-	-
Sundry Debtors	-	-	667	1,082
Cash and Bank Balances	44,624	74,513	47,489	75,468
Other Current Assets	15,536	13,109	15,611	13,162
Other Loans and Advances	23,751	18,735	24,871	16,286
Less: Current Liabilities and Provisions				
Current Liabilities	(31,204)	(33,902)	(32,289)	(32,691)
Provisions	(35,287)	(42,360)	(36,315)	(43,275)
Total	901,731	617,857	906,730	622,116

2. The above statement of Audited Financial Results for the year ended March 31, 2011 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on April 30, 2011.

3. During the quarter ended March 31, 2011, the company made additional equity investment of Rs 500 lakhs in its subsidiary, Cholamandalam Factoring Limited.

4. Details of Exceptional Items:

Rs.in Lakhs

Particulars	Standalone				Consolidated			
	Unaudited		Audited		Unaudited		Audited	
	Three months ended		Year ended		Three months ended		Year ended	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
Provision for Standard Assets vide Reserve Bank of India (RBI) Notification No.DNBS.222/CGM(US)-2011 dated 17.01.2011	(287)	-	(2,097)	-	(287)	-	(2,097)	-
Provision for diminution in value of investment in and Inter corporate deposit placed with subsidiary - Cholamandalam Factoring Limited	(2,399)	-	(2,399)	-	-	-	-	-
Profit on Sale of land and building	-	1,393	-	2,079	-	1,393	-	2,079
Provision for diminution in value of investment in subsidiary no longer required written back - cholamandalam Distribution Services Limited	-	2,353	-	2,353	-	-	-	-
Loss / Gain/ Provision for loss on sale of investment in mutual fund subsidiaries	-	(272)	-	(4,722)	-	3,078	-	3,078
Loss on securities	-	-	-	-	-	663	-	(694)
Goodwill on consolidation written off	-	-	-	-	-	260	-	-
Total	(2,686)	3,474	(4,496)	(290)	(287)	5,394	(2,097)	4,463

5. During the current quarter, the Compensation and Nomination Committee at its meeting held on January 27, 2011, approved a grant of 504,300 options to certain employees of the Company at a price of Rs. 187.60 per share, of which, 294,600 option vested over a period of four years (Tranche I) and 209,700 options vested over a period of three years (Tranche II). The total outstanding employee stock options (net of cancellation) as at March 31, 2011 is 981,281.

6. Segmental Reporting: The Company is primarily engaged in the business of financing. All the activities of the Company revolve around the main business in India. As such there are no separate reportable segments as per Accounting Standard (AS) 17 "Segment Reporting" in respect of the Company. The Segmental Reporting in respect of the Consolidated Accounts is given in Appendix 1.

7. During the quarter ended March 31, 2011, no investor complaint was received. There were no unresolved investor complaints pending either at the beginning or end of the quarter.

8. The Board of Directors of the Company have recommended a dividend of 15% being Rs 1.50 per equity share for the year ended March 31, 2011

9. Prior period figures have been regrouped wherever necessary to conform to the current period presentation.

On behalf of the Board

Place : Chennai

Date : April 30, 2011

Vellayan Subbiah
Managing Director

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CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED

Appendix 1

Segment wise Revenue, Results and Capital Employed for consolidated results under clause 41 of the listing agreement

(Rupees in lakhs)

Particulars	Consolidated			
	Unaudited		Audited	
	Three months ended		Year ended	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010
1. Segment Revenue				
Financing	35,187	23,833	118,795	92,950
Distribution	258	346	1,126	1,100
Asset Management	-	23	-	268
Stock Broking	181	253	1,007	1,298
Others	-	-	-	4
Total	35,626	24,455	120,928	95,620
Less: Inter-Segment revenue	(31)	(33)	(126)	(94)
Net Revenue	35,595	24,422	120,802	95,526
2. Segment Results (Profit / (Loss) before tax)				
Financing	2,487	2,690	9,194	4,641
Distribution	160	286	691	689
Asset Management	-	(758)	-	(1,774)
Stock Broking	(48)	122	49	348
Others	-	-	-	-
Total	2,599	2,340	9,934	3,904
Add: Other unallocable income net of unallocable expenditure	2,340	3,738	2,340	3,078
Net Profit / (Loss) before Tax	4,939	6,078	12,274	6,982
3. Capital Employed (Segment Assets - Segment Liabilities)				
Financing			84,782	54,907
Distribution			2,303	1,743
Asset Management			-	-
Stock Broking			1,251	1,228
Others			-	-
Other Unallocable assets net of unallocable liabilities			17,865	17,381
Total			106,201	75,259

Note:

Management of the Company has identified the above reportable segments. Segment data for the previous periods has been restated, wherever necessary, to conform to the current quarter presentation.

Place : Chennai
Date : April 30, 2011

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