

# CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED

(formerly CHOLAMANDALAM DBS FINANCE LIMITED)

Registered Office : DARE HOUSE, No.2, N.S.C. Bose Road, Parrys, Chennai - 600 001.

## UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE THREE MONTHS ENDED JUNE 30, 2010

(Rupees in lakhs)

Particulars	Standalone			Consolidated		
	Unaudited		Audited	Unaudited		Audited
	Three months ended		Previous Year ended	Three months ended		Previous Year ended
	30.06.2010	30.06.2009	31.03.2010	30.06.2010	30.06.2009	31.03.2010
1. a) Income from operations	24,166	21,189	85,873	24,622	21,750	88,262
b) Other operating income	1,279	2,699	6,796	1,319	2,745	6,983
2. Expenditure						
a) Interest (Financing Charges)	13,479	14,192	50,359	13,659	14,197	50,385
b) Employees cost	2,262	1,736	7,653	2,418	2,212	9,324
c) Business origination outsourcing	2,092	1,141	5,745	2,124	1,193	5,931
d) Other operating expenses	1,313	1,357	5,105	1,406	1,538	5,770
e) Depreciation	284	329	1,528	322	380	1,715
f) Provisions, loan losses and other charges	4,803	4,632	19,137	4,825	4,638	20,002
g) Total	24,233	23,387	89,527	24,754	24,158	93,127
3. Profit from Operations before Other Income & Exceptional Items (1-2)	1,212	501	3,142	1,187	337	2,118
4. Other income	1,127	6	281	1,130	41	401
5. Profit Before Exceptional Items (3+4)	2,339	507	3,423	2,317	378	2,519
6. Exceptional Items (Refer Note 5)	-	-	(290)	-	(215)	4,463
7. Profit / (Loss) from Ordinary Activities before Tax (5+6)	2,339	507	3,133	2,317	163	6,982
8. Tax expense (net of deferred tax)	761	182	1,592	771	233	1,705
9. Net Profit / (Loss) from Ordinary Activities after Tax (7-8)	1,578	325	1,541	1,546	(70)	5,277
10. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
11. Net Profit / (Loss) for the Period (9-10)	1,578	325	1,541	1,546	(70)	5,277
12. Paid-up equity share capital (Rs.10/- per share) (Refer Note 3)	10,997	6,647	6,647	10,997	6,647	6,647
13. Reserves excluding revaluation reserves			41,853			38,612
14. Earnings per Share (EPS) - not annualised- before and after extraordinary items (in Rs.)						
a) Basic	1.74	0.36	1.79	1.71	(0.24)	7.42
b) Diluted	1.74	0.36	1.79	1.71	(0.24)	7.42
15. Public shareholding						
- Number of shares	27,523,230	16,629,378	16,629,378	27,523,230	16,629,378	16,629,378
- Percentage of shareholding	25.04	25.04	25.04	25.04	25.04	25.04
16. Promoters and Promoter group shareholding						
a) Pledged / encumbered						
- Number of shares	-	134,413	-	-	134,413	-
- Percentage of shares as a% of the total shareholding of the promoter / promoter group	-	0.27%	-	-	0.27%	-
as a% of the total share capital of the company	-	0.20%	-	-	0.20%	-
b) Non encumbered						
- Number of shares	82,385,651	49,642,543	49,776,956	82,385,651	49,642,543	49,776,956
- Percentage of shares as a% of the total shareholding of the promoter / promoter group	100.00%	99.73%	100.00%	100.00%	99.73%	100.00%
as a% of the total share capital of the company	74.96%	74.76%	74.96%	74.96%	74.76%	74.96%

- The above statement of Unaudited Financial Results (Provisional) for the three months ended June 30, 2010 was reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on July 28, 2010.
- During the quarter ended June 30, 2010, consequent to the sale of entire stake held by DBS Bank Ltd, Singapore in the Equity and Fully Convertible Cumulative Preference Share (FCCPs) Capital of the Company, the joint venture between Murugappa Group and DBS Bank has been terminated and the Company was renamed as Cholamandalam Investment and Finance Company Limited.
- On May 17, 2010, the Company allotted 10,893,852 equity shares of Rs.10/- each at Rs.92/- per share aggregating to Rs.100.23 crores to International Finance Corporation (IFC, Washington) on preferential basis and also converted the 3,00,00,000 1% FCCPs of Rs.100/- each held by the promoters into 32,608,695 equity shares at a conversion price of Rs.92/- per share.
- During the quarter ended June 30, 2010, the Board of Directors paid interim dividend on FCCPs at Rs.1/- per preference share (1%) proportionately for period from April 1, 2010 till May 17, 2010, being the date of conversion of FCCPs.
- Exceptional Item for the year ended March 31, 2010 for standalone results is net of Loss on sale of investment in subsidiaries - Rs. 4,722 lakhs, Reversal of Provision for diminution in value of investment in subsidiary - Rs. 2,353 lakhs and Profit on Sale of Land and Building-Rs. 2,079 lakhs.
  - Exceptional Item for the year ended March 31, 2010 for consolidated results is net of Profit on sale of investment in subsidiaries - Rs. 3,078 lakhs, Profit on sale of land and building - Rs. 2,079 lakhs and Loss on account of securities under AMC Operations - Rs. 694 lakhs.
  - Exceptional item for the period ended June 30, 2009 for consolidated results relate to loss on account of securities under AMC Operations.
- No employee stock options were granted during the quarter ended June 30, 2010. The total outstanding employee stock options(net of cancellation / lapses) as at June 30, 2010 is 535,441.
- 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.
- During the quarter ended June 30, 2010, no investor complaint was received. There were no investor complaints pending at the beginning and end of the quarter.
- Prior period figures have been regrouped wherever necessary to conform to the current period presentation.

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

Appendix 1  
(Rupees in lakhs)

Particulars	Consolidated		
	Unaudited		Audited
	Three months ended		Year ended
	30.06.2010	30.06.2009	31.03.2010
<b>1. Segment Revenue</b>			
Financing	25,444	23,888	92,669
Distribution	274	182	1,100
Asset Management	-	85	268
Stock Broking	248	374	1,298
Others	-	1	4
<b>Total</b>	<b>25,966</b>	<b>24,530</b>	<b>95,339</b>
Less: Inter-Segment revenue	(25)	(35)	(94)
<b>Net Revenue</b>	<b>25,941</b>	<b>24,495</b>	<b>95,245</b>
<b>2. Segment Results (Profit / (Loss) before tax)</b>			
Financing	2,128	500	4,641
Distribution	170	60	689
Asset Management	-	(532)	(1,774)
Stock Broking	19	93	348
<b>Total</b>	<b>2,317</b>	<b>121</b>	<b>3,904</b>
<b>Add: Other unallocable income net of unallocable expenditure</b>	<b>-</b>	<b>42</b>	<b>3,078</b>
<b>Net Profit / (Loss) before Tax</b>	<b>2,317</b>	<b>163</b>	<b>6,982</b>
<b>3. Capital Employed (Segment Assets - Segment Liabilities)</b>			
Financing	64,839	51,010	55,695
Distribution	1,881	158	1,743
Asset Management	-	1,662	-
Stock Broking	1,245	963	1,228
Others	-	4	(788)
Other Unallocable assets net of unallocable liabilities	18,678	17,478	17,381
<b>Total</b>	<b>86,643</b>	<b>71,275</b>	<b>75,259</b>

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.