

# HOVS

August 13, 2018

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 13, 2018**

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. Un-audited and reviewed standalone financial results of the Company for the quarter (Q1) ended on June 30, 2018;
- ii. Allotment of 7,750 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 equity shares 12,581,222 of Rs. 10 each aggregating to Rs. 125,812,220/- to equity shares 12,588,972 of Rs. 10/- each aggregating to Rs. 125,889,720/- ; and
- iii. Accepted the resignation of Mr. Rohit Jain, as an Independent Director of the Company effective end of business hours of August 13, 2018. Consequent to the above resignation, the Agenda No. 3 as set out in the Notice of 30<sup>th</sup> Annual General Meeting sent to shareholders shall not be considered for voting by shareholders.

Please find enclosed the financial statements in prescribed format and Auditors' review report.

Kindly take the above on record.

Thanking you,  
Yours faithfully,

For HOV Services Limited



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

## HOV Services Limited

Office : 3rd Floor, Sharda Arcada, Pune Satara Road, Bibwewadi Pune - 411 037, Maharashtra, INDIA

CIN : L72200PN1989PLC014448

Tel: 91-20 24221460, Fax: 91-20 24221470, www.hovsltd.com

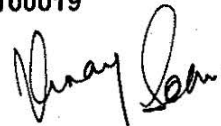
**LIMITED REVIEW REPORT**

**Review Report  
To the Board of Directors  
HOV SERVICES LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of **HOV Services Limited** ('the Company') for the quarter ended **30<sup>th</sup> June, 2018**. 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 financial statements based on our review.
2. 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 prescribed under Section 133 of the Companies Act, 2013 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 Circular dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. The Comparative Ind-AS financial information of the Company for the corresponding quarter ended 30<sup>th</sup> June, 2017 were reviewed by the preceding auditors who expressed an unmodified opinion on those financial information on 31<sup>st</sup> August, 2017.

Our report on the Statement is not modified in respect of this matter.

For Bagaria & Co. LLP  
Chartered Accountants  
Firm Registration No: 113447WW-  
100019



**Vinay Somani**  
Partner

Membership No. 143503



**Mumbai**  
**13<sup>th</sup> August, 2018**

# HOVS

## HOV SERVICES LIMITED

Registered Office: 3rd Floor Sharda Arcade, Pune Satara Road, Bibwewadi, Pune-411037  
CIN: L72200PN1989PLC014448; website: www.hovs ltd.com; email: investor.relations@hovs ltd.com

### STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

(Rs. In Lakhs)

Particulars	Quarter Ended			Year Ended
	June 30, 2018	March 31, 2018	June 30, 2017	March 31, 2018
	Unaudited	Audited*	Unaudited	Audited
<b>Income</b>				
Revenue from operations	283.83	269.27	346.76	1,254.55
Other income	14.38	17.10	30.49	106.31
<b>Total Income</b>	<b>298.21</b>	<b>286.37</b>	<b>377.25</b>	<b>1,360.86</b>
<b>Expenses</b>				
Employee Benefits Expense	184.12	183.08	249.56	884.89
Depreciation and Amortisation Expense	2.40	2.19	2.50	9.76
Other Expenses	66.11	47.57	78.48	269.12
<b>Total Expenses</b>	<b>252.63</b>	<b>232.84</b>	<b>330.54</b>	<b>1,163.77</b>
<b>Profit/(Loss) before Exceptional items</b>	<b>45.58</b>	<b>53.53</b>	<b>46.71</b>	<b>197.09</b>
Exceptional Items #	-	(1,022.72)	-	(1,022.72)
<b>Profit/(Loss) before Tax</b>	<b>45.58</b>	<b>(969.19)</b>	<b>46.71</b>	<b>(825.63)</b>
<b>Tax Expense :</b>				
Current Tax	(13.60)	(14.70)	(14.90)	(57.10)
Deferred Tax	0.52	(5.19)	0.58	(0.97)
<b>Profit/(Loss) for the period</b>	<b>32.50</b>	<b>(989.08)</b>	<b>32.39</b>	<b>(883.70)</b>
<b>Other Comprehensive Income / (Loss)</b>				
Items that will not be reclassified subsequently to Profit or loss :				
Remeasurement of net defined benefit plans	0.70	(2.05)	1.25	1.70
Tax impact of Items that will not be reclassified subsequently to Profit or loss	(0.18)	0.47	(0.31)	(0.47)
<b>Total Other Comprehensive Income / (Loss)</b>	<b>0.52</b>	<b>(1.58)</b>	<b>0.94</b>	<b>1.23</b>
<b>Total Comprehensive Income / (Loss) For The Period</b>	<b>33.02</b>	<b>(990.66)</b>	<b>33.33</b>	<b>(882.47)</b>
Paid-up equity share capital (Face Value of Rs. 10 each)	1,258.12	1,253.57	1,253.25	1,253.57
Other Equity				6,657.65
Basic and Diluted Earning Per Share before exceptional item	0.26	0.27	0.26	1.11
Basic and Diluted Earning Per Share after exceptional item	0.26	(7.89)	0.26	(7.05)

#### 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 August 13, 2018. The Limited Review under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been carried out by the Statutory Auditors.

Other Income includes net rental income/Loss as follows :	Quarter Ended			Year Ended
	June 30, 2018	March 31, 2018	June 30, 2017	March 31, 2018
Particulars				
Rent Income	27.41	27.41	27.41	109.66
Less: Finance and borrowing cost	(14.62)	(14.18)	(17.94)	(66.22)
Less: Amortisation expense	(4.70)	(4.70)	(4.70)	(18.81)

3 # "Exceptional items" for the quarter and year ended March 31, 2018 represents provision made towards receivable including interest thereon from a subsidiary in view of the substantial slow-down in its business activities.

4 \* The figures of the corresponding quarter of the previous year are the balancing figures between audited figures for the full financial year and unaudited published year to date figures up to the third quarter.

5 Effective April 1, 2018 the Company has adopted IndAS 115 "Revenue from contracts from customers". The application of IndAS 115 does not have any impact on the financial results of the Company.

6 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

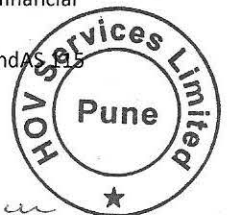
*Maya Sen*

*Harish P. Bhasin*

Harish Bhasin

Director

DIN : 01682548



Place : Vashi

Date : August 13, 2018