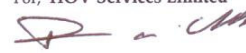
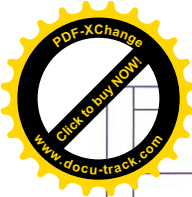


HOV SERVICES LIMITED				
Standalone Financial Results for the quarter and Year ended on March 31, 2010				
(Rs. In Lacs, except per share data)				
Particulars	Quarter ended March 31,		Year ended	Year ended
	2010	2009	March 31,	March 31,
	Unaudited	Unaudited	Audited	Audited
1 Income				
(a) Income from Operations	402.26	88.17	749.12	437.74
(b) Foreign Exchange Variation (Net)	0.57	3.71	5.28	26.96
	402.83	91.88	754.40	464.70
2 Expenditure				
(a) Employees cost	70.40	99.93	321.35	372.68
(b) Depreciation	8.48	8.69	35.12	37.85
(c) Other expenditure	13.41	(7.20)	61.28	67.48
(d) Professional expenses	14.18	50.01	27.89	77.96
(e) Public relation expenses	(4.05)	1.80	0.60	10.40
(f) Power and fuel charges	4.96	3.49	21.42	12.77
(g) Rent	10.59	10.34	41.86	42.88
(h) Hotel & lodging Expenses	9.60	0.38	12.44	2.06
(i) Travelling & conveyance	11.72	11.37	39.32	34.91
(j) Foreign Exchange Variation (Net)	15.00	-	35.63	-
(k) Reimbursement of Corporate Charges from Subsidiary	(38.57)	(34.37)	(159.04)	(70.71)
(l) Total	115.72	144.44	437.87	588.28
3 Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	287.11	(52.56)	316.53	(123.58)
4 Other Income	5.34	4.16	29.03	2.88
5 Profit / (Loss) before Interest & Exceptional Items (3+4)	292.45	(48.40)	345.56	(120.70)
6 Interest	0.00	-	-	1.36
7 Profit / (Loss) after Interest but before Exceptional Items (5-6)	292.45	(48.40)	345.56	(122.06)
8 Tax expense	53.52	22.47	53.22	35.39
9 Net Profit/(Loss) from Ordinary Activities after tax (7-8)	238.93	(70.87)	292.35	(157.45)
10 Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,251.10	1,249.10	1,251.10
11 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	6,710.09	6,703.81
12 Earnings Per Share (EPS)				
(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	1.91	(0.56)	2.34	(1.25)
(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	1.91	(0.56)	2.34	(1.25)
13 Public shareholding				
- Number of shares	5,517,669	5,563,091	5,517,669	5,563,091
- Percentage of shareholding	44.17	44.47	44.17	44.47
14 Promoters and promoter group Shareholding				
a) Pledged/Encumbered				
- Number of shares	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- Number of Shares	6,973,353	6,947,931	6,973,353	6,947,931
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	55.83	55.53	55.83	55.53
Notes:				
1	Financial results for the current and previous year have been Audited by the Auditors of the Company, reviewed by the Audit Committee and approved at the Board Meeting held on May 24, 2010.			
2	Status of Investor Complaints for the quarter ended March 31, 2010: Complaints pending at the beginning of the quarter - Nil ; Complaints received during the quarter - 1 ; Complaints disposed off during the quarter - 1 ; Complaints at the end of the quarter - Nil .			
3	The Company is engaged in the BPO business of Finance and Accounting Sector. Accordingly, there are no separate reportable segments as per AS 17 on "Segment Reporting".			
4	Pursuant to the approval of the Board of Directors vide meeting held on January 13, 2009, the Company has bought back 63,023 shares upto January 12, 2010 when the buy back was closed, through open market transactions for an aggregate amount of Rs. 18.95 lakhs.			
5	Effective January 1, 2010, the Group sold it's accounts receivable management activities comprising of 100% interest in Bay Area Credit Services, LLC, 100% interest in HOV AR Management Services Private Limited, and also it's 30% minority interest in TRAC Holdings, LLC and SAM Holdings, LLC for Rs 55.6 Crores based on an independent valuer's report which resulted in an exceptional loss of Rs 132.8 Crores in the consolidated results.			
6	a) The Company paid interim dividend of Rs. 2/- per fully paid up equity share of Rs. 10/- each on February 18, 2010. b) The Board of Directors at above meeting have recommended final dividend of Rs. 2/- per fully paid up equity share of Rs.10/- each subject to approval of shareholders in the ensuing Annual General Meeting.			
7	Previous period's/year's figures are regrouped/rearranged wherever considered necessary to conform to current period's/year's presentation.			
	Place: Chennai			
	Date: May 24, 2010			
			For, HOV Services Limited	
				
			Parvinder S Chadha	
			Chairman & Executive Director	





HOV SERVICES LIMITED

Consolidated Financial Results for the Quarter And Year Ended on March 31, 2010

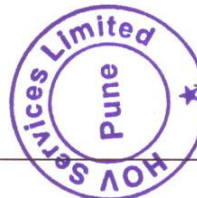
(Rs. In Lacs, except per share data)

Particulars	Quarter ended		Year ended	
	March 31,		March 31,	
	2010	2009	2010	2009
	Unaudited	Unaudited	Audited	Audited
1. Income				
(a) Income from Operations	18,435.15	22,889.89	84,839.35	89,707.20
	18,435.15	22,889.89	84,839.35	89,707.20
2. Expenditure				
(a) Employees cost	9,029.62	11,195.05	44,745.99	45,188.34
(b) Depreciation	555.48	756.51	2,521.65	2,365.28
(c) Other Expenditure	5,966.98	8,216.93	27,545.26	32,955.96
(d) Foreign Exchange Loss (Net)	14.43	423.09	509.46	302.43
(e) Total	15,566.51	20,591.58	75,322.36	80,812.01
3. Profit from Operations before Other Income	2,868.64	2,298.31	9,516.99	8,895.19
4. Other Income	21.08	109.02	147.43	217.15
5. Profit before Interest and Exceptional Item	2,889.72	2,407.33	9,664.42	9,112.34
6. Interest	653.48	905.11	3,362.52	4,447.77
7. Profit before Tax, Minority Interest and Exceptional Item	2,236.24	1,502.22	6,301.90	4,664.57
8. Tax Expense (Benefit)	261.27	(346.21)	638.78	29.22
10. Profit after Tax before Exceptional Item and Minority Interest	1,974.97	1,848.43	5,663.12	4,635.35
11. Exceptional Item	13,276.35	-	13,276.35	-
12. Net Profit (Loss) after Tax, Exception Item, and before Minority Interest	(11,301.38)	1,848.43	(7,613.23)	4,635.35
13. Minority Interest	-	(80.09)	(29.19)	(3.36)
14. Net Profit (Loss)	(11,301.38)	1,928.52	(7,584.04)	4,638.71
15. Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,251.10	1,249.10	1,251.10
16. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	7,553.55	17,712.92
17. Earnings Per Share (EPS) before Exceptional item				
(a) Basic EPS	15.81	15.37	45.57	36.96
(b) Diluted EPS	15.81	15.37	45.57	36.96
18. Earnings Per Share (EPS) after Exceptional item				
(a) Basic EPS	(90.48)	15.37	(60.72)	36.96
(b) Diluted EPS	(90.48)	15.37	(60.72)	36.96
19. Public shareholding				
- Number of shares	5,517,669	5,563,091	5,517,669	5,563,091
- Percentage of shareholding	44.17	44.47	44.17	44.47
20. Promoters and promoter group Shareholding				
a) Pledged/Encumbered	-	-	-	-
- Number of shares	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- Number of Shares	6,973,353	6,947,931	6,973,353	6,947,931
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	55.83	55.53	55.83	55.53

Notes:

- The consolidated results of HOV Services Ltd. (HOVS) and its domestic and foreign subsidiaries are prepared in accordance with Accounting Standard (AS) 21 on Consolidated Financial Statements issued by the Institute of Chartered Accountants of India. Financial results for the current and previous year have been Audited by the Auditors of the Company and with regard to the financial results of the subsidiaries consolidated hereinabove, by the Auditors of the respective subsidiary companies.
- The above consolidated results were reviewed by the Audit Committee and approved at the Board Meeting held on May 24, 2010.
- Status of Investor Complaints for the quarter ended March 31, 2010: Complaints pending at the beginning of the quarter - Nil ; Complaints received during the quarter - 1 ; Complaints disposed off during the quarter - 1 ; Complaints at the end of the quarter - Nil .
- The Company is engaged in the BPO business of Finance and Accounting Sector. Accordingly, there are no separate reportable segments as per AS 17 on "Segment Reporting".
- Pursuant to the approval of the Board of Directors vide meeting held on January 13, 2009, the Company has bought back 63,023 shares upto January 12, 2010 when the buy back was closed, through open market transactions for an aggregate amount of Rs. 18.95 lakhs.
- Effective January 1, 2010, the Group sold its accounts receivable management activities comprising of 100% interest in Bay Area Credit Services, LLC, 100% interest in HOV AR Management Services Private Limited, and also its 30% minority interest in TRAC Holdings, LLC and SAM Holdings, LLC for Rs 55.6 Crores based on an independent valuer's report which resulted in an exceptional loss of Rs 132.8 Crores. As such the figures for the current quarter/year are not comparable.
- a) The Company paid interim dividend of Rs. 2/- per fully paid up equity share of Rs. 10/- each on February 18, 2010.
b) The Board of Directors at above meeting have recommended final dividend of Rs. 2/- per fully paid up equity share of Rs.10/- each subject to approval of shareholders in the ensuing Annual General Meeting.
- Company's standalone Turnover is Rs. 749.12 lakhs; Profit before Tax is Rs. 345.56 lakhs and Profit after Tax is Rs. 292.35 lakhs for the year ended March 31, 2010.
- Pursuant to Clause 41 of the Listing Agreement, the Company has published Audited Consolidated financial results. The Audited stand alone financial results of the Company will, however, be available on the Company's web site www. Hovservices.com or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- Previous period's/year's figures are regrouped/rearranged wherever considered necessary to conform to current period's/year's presentation.

Place: Chennai
Date: May 24, 2010



For, HOV Services Limited

Parvinder S Chadha
Chairman & Executive Director