

HOV SERVICES LIMITED

Consolidated Financial Results for the Quarter Ended on June 30, 2010

(Rs. In Lacs, except per share data)

Particulars	Quarter ended		Year ended
	June 30,		March 31,
	2010	2009	2010
	Unaudited	Unaudited	Audited
1. Income			
(a) Income from Operations	18,268.81	22,340.69	84,839.35
(b) Foreign Exchange Gain (Net)	77.45	-	-
Total	18,346.26	22,340.69	84,839.35
2. Expenditure			
(a) Employees cost	9,146.08	11,738.22	44,745.99
(b) Depreciation	614.99	612.30	2,521.65
(c) Other Expenditure	6,052.66	7,538.71	27,545.26
(d) Foreign Exchange Loss (Net)	-	22.84	509.46
Total	15,813.73	19,912.07	75,322.36
3. Profit from Operations before Other Income	2,532.53	2,428.62	9,516.99
4. Other Income	24.79	26.77	147.43
5. Profit before Interest and Exceptional Item	2,557.32	2,455.39	9,664.42
6. Interest	736.82	941.07	3,362.52
7. Profit before Tax, Minority Interest and Exceptional Item	1,820.50	1,514.32	6,301.90
8. Tax Expense (Benefit)	55.63	174.36	638.78
10. Profit after Tax before Exceptional Item and Minority Interest	1,764.87	1,339.96	5,663.12
11. Exceptional Item	-	-	13,276.35
12. Net Profit/(Loss) after Tax, Exception Item, and before Minority Interest	1,764.87	1,339.96	(7,613.23)
13. Minority Interest	-	112.82	(29.19)
14. Net Profit/(Loss)	1,764.87	1,227.14	(7,584.04)
15. Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10	1,249.10
16. Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	7,553.55
17. Earnings Per Share (EPS) before Exceptional items			
Basic & Diluted EPS (not annualised)	14.13	9.82	45.57
18. Earnings Per Share (EPS) after Exceptional items			
Basic & Diluted EPS (not annualised)	14.13	9.82	(60.72)
19. Public shareholding			
- Number of shares	6,421,943	5,543,091	5,517,669
- Percentage of shareholding	51.41	44.38	44.17
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	6,069,079	6,947,981	6,973,353
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.59	55.62	55.83

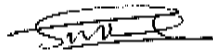
Notes:

- 1 a) 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" prescribed by Companies (Accounting Standards) Rules, 2006. Financial results for the current and previous year's quarter have been reviewed 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.
- b) The above consolidated results were reviewed by the Audit Committee and approved at the Board Meeting held on July 22, 2010.
- 2 Status of Investor Complaints for the quarter ended June 30, 2010: Complaints pending at the beginning of the quarter - Nil; Complaints received during the quarter - Nil; Complaints disposed off during the quarter - Nil; 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" prescribed by Companies (Accounting Standards) Rules, 2006.
- 4 Company's standalone Turnover is Rs. 590.70 lakhs; Profit before Tax is Rs. 423.43 lakhs and Profit after Tax is Rs. 423.55 lakhs for the quarter ended June 30, 2010.
- 5 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).
- 6 Effective April, 2010, 904,274 shares were reclassified from promoter category to non promoter category resulting in drop in promoters holding from 55.83% to 48.59% and accordingly the public holding has gone up from 44.17% to 51.41%.
- 7 The figures of the current quarter are not comparable since the Group had sold its "Accounts Receivable Management" activities effective January 1, 2010.
- 8 Previous period's/year's figures are regrouped/rearranged wherever considered necessary to conform to current period's/year's presentation.

For HOV Services Limited

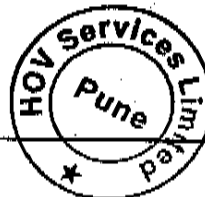
Place: Pune
Date: July 22, 2010




 Surinder Rametra
 Executive Director

HOV SERVICES LIMITED			
Standalone Financial Results for the quarter ended on June 30, 2010			
(Rs. In Lacs, except per share data)			
Particulars	Quarter ended June 30,		Year ended
	2010	2009	March 31,
	Unaudited	Unaudited	Audited
1 Income			
(a) Income from Operations	573.10	112.76	749.12
(b) Foreign Exchange Variation (Net)	17.60	-	-
Total	590.70	112.76	749.12
2 Expenditure			
(a) Employees cost	123.98	93.21	321.35
(b) Depreciation	8.93	9.15	35.12
(c) Other expenditure	45.02	33.31	162.95
(d) Rent	22.67	10.42	41.86
(e) Foreign Exchange Variation (Net)	-	8.35	30.35
(f) Reimbursement of Corporate Charges from Subsidiary	(24.55)	(40.62)	(159.04)
Total	176.05	113.82	432.59
3 Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	414.65	(1.06)	316.53
4 Other Income	8.78	2.41	29.03
5 Profit / (Loss) before Interest & Exceptional Items (3+4)	423.43	1.35	345.56
6 Interest	-	-	-
7 Profit / (Loss) after Interest but before Exceptional Items (5-6)	423.43	1.35	345.56
8 Tax expense (Benefit)	(0.12)	(0.65)	53.22
9 Net Profit/(Loss) from Ordinary Activities after tax (7-8)	423.55	1.99	292.35
10 Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10	1,249.10
11 Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	6,710.09
12 Earnings Per Share (EPS)			
Basic and diluted EPS for the period, for the year to date and for the previous year (not to be annualized)	3.39	0.02	2.34
13 Public shareholding			
- Number of shares	6,421,943	5,543,091	5,517,669
- Percentage of shareholding	51.41	44.38	44.17
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	6,069,079	6,947,931	6,973,353
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.59	55.62	55.83
Notes:			
1 The above results were reviewed by the Audit Committee and were approved at the Board Meeting held on July 22, 2010. Results for the current and previous year's quarter have been reviewed by the Auditors of the Company.			
2 Status of Investor Complaints for the quarter ended June 30, 2010: Complaints pending at the beginning of the quarter - Nil ; Complaints received during the quarter - Nil ; Complaints disposed off during the quarter - Nil ; 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" prescribed by Companies (Accounting Standards) Rules, 2006.			
4 Effective April, 2010, 904,274 shares were reclassified from promoter category to non promoter category resulting in drop in promoters holding from 55.83% to 48.59% and accordingly the public holding has gone up from 44.17% to 51.41%.			
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Place: Pune
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