

DCM FINANCIAL SERVICES LTD.

Regd. Office:- D7/3,(Mezzanine Floor), Okhla Industrial Area, Phase - 2, New Delhi - 110020.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 30TH SEPTEMBER, 2011

(Rs. In Lacs)

	1	2	3	4	5	
	3 months ended	Corresponding 3 months in the previous year	Year to date figures for the Current period	Year to date figures for the previous period	Previous Accounting year ended	
	30.09.2011	30.09.2010	30.09.2011	30.09.2010	30.06.2011	
	Unaudited*	Unaudited*	Unaudited*	Unaudited*	Unaudited*	
S.No.	Particulars	3 months	3 months	3 months	3 months	12 Months
1	Net Income from Operations**	0.00	0.00	0.00	0.00	5.93
2	Expenditure					
	a) Employees cost	8.74	9.07	8.74	9.07	34.75
	b) Legal & Professional expenses	6.01	4.25	6.01	4.25	21.63
	c) Receivable Written off	0.00	0.00	0.00	0.00	0.00
	b) Depreciation	9.04	9.18	9.04	9.18	36.36
	c) Other expenditures	13.33	17.72	13.33	17.72	64.70
	d) Total	37.12	40.22	37.12	40.22	157.44
3	Profit from operations before interest & exceptional items(1-2)	(37.12)	(40.22)	(37.12)	(40.22)	(151.51)
4	Other Income	114.85	77.14	114.85	77.14	326.16
5	Profit before Interest & Exceptional Items(3+4)	77.73	36.92	77.73	36.92	174.65
6	Interest	0.00	0.00	0.00	0.00	0.00
7	Profit after Interest but before Exceptional Items(5-6)	77.73	36.92	77.73	36.92	174.65
8	Exceptional Items	0.02	0.00	0.02	0.00	0.00
9	Profit(+)Loss(-) before tax(7+8)	77.71	36.92	77.71	36.92	174.65
10	Tax expenses	0.00	0.00	0.00	0.00	0.00
11	Net Profit(+)Loss(-) from ordinary Activities after Tax (9-10)	77.71	36.92	77.71	36.92	174.65
12	Extraordinary Items	0.00	0.00	0.00	0.00	0.00
13	Net Profit(+)Loss(-) for the period(11-12)	77.71	36.92	77.71	36.92	174.65
14	Paid-up Equity Share Capital of Rs.10/- each	2212.51	2212.51	2212.51	2212.51	2212.51
15	Reserves excluding revaluation reserves	2009.71	2009.71	2009.71	2009.71	2009.71
16	a) Basic and Diluted EPS before extraordinary(not annualised)	0.35	0.17	0.35	0.17	0.79
	b) Basic and Diluted EPS after extraordinary(not annualised)	0.35	0.17	0.35	0.17	0.79
17	Public Shareholding					
	---No. of Shares	13385102	13315844	13385102	13315844	13385102
	---Percentage of Shareholding	60.497%	60.184%	60.497%	60.184%	60.497%
18	Promoters and promoter group Shareholding					
	a)Pledged/Encumbered					
	---No. of Shares	0.00	0.00	0.00	0.00	0.00
	---Percentage of Shares(as a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00
	---Percentage of Shares(as a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00
	b)Non-encumbered					
	---No. of Shares	8739952	8809210	8739952	8809210	8739952
	---Percentage of Shares(as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	---Percentage of Shares(as a % of the total share capital of the company)	39.503%	39.816%	39.503%	39.816%	39.503%

* Limited review audit has been conducted by the Statutory Auditors of the company for the quarter ended 30.09.2011.

** Income from Operations shows only incomes arising from recovery of past debts by settlement with the sundry debtors.

During the current period no new business activity has been undertaken by the company.

NOTES

- 1 A fresh scheme of Arrangement for Re-organisation of Share Capital of the Company and for compromise with its Secured and Unsecured creditors was filed in the Hon'ble Delhi High Court on 24th September 2004 U/S 391/394 of the Companies Act, 1956.

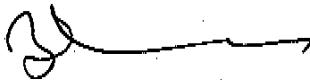
The scheme has been approved by secured and unsecured creditors, the Debenture holders with requisite majority. Under the scheme, the Fixed Depositors and Debenture Holders are proposed to be paid 85% of their original principal deposited in 5 yrs from the date of the approval of the scheme and the balance 15% is proposed to be paid either in cash or by way of issuance of shares of the company as per the prevailing SEBI and Stock Exchange guideline in the 6th year Subject to the sanction of the scheme by the Hon'ble Delhi High Court, the promoter of the company has undertaken to contribute Rs. 19.50 crores of which Rs. 15.60 crores was deposited with the High court Registrar as per court order. The next date of hearing is on November 11, 2011

- 2 The Reserve Bank of India, under section 45-IA of RBI Act, 1934 has rejected the Company's Application for grant of Certificate of Registration as N.B.F.C. Against the said Order of the RBI, an appeal has been filed by the Company and the Appellate Authority under the Ministry of Finance vide its order dated 31st May 2004, directed the RBI to keep its rejection order dated 5th March, 2004 in abeyance for a period of six months during which the Company shall file the revised scheme for restructuring before appropriate authority or till the disposal of the review petition by the Hon'ble Delhi High Court, New Delhi. The Company has complied with the orders of the Appellate Authority by filing a fresh scheme in September 2004.

The Reserve Bank of India is currently before the Hon'ble Delhi High Court, New Delhi having filed a constitutional Writ challenging the order of the Appellate Authority under the Ministry of Finance and filed a petition for Company's winding up. The Hon'ble Company Court has put certain restraints on the assets and on operations of Bank accounts of the Company.

- 3 The management's view on qualifications report by statutory auditors for the period ended 30th September, 2011 having material impact in the current period on 1) Non provision of Interest on Debentures, Fixed deposits, loan from banks and institutions and intercorporate deposits. 2) Non realisation of rental income and 3) Non provision of NPA, continuous to remain the same that provision for interest has not been made in accordance with the proposed restructuring scheme and that provision for NPA should be realistic in nature.
- 4 In accordance with Accounting Standard 22 issued by The Institute of Chartered Accountants of India, on "Accounting for Taxes on income" Deferred tax assets on accumulated depreciation and losses has not been accounted for.
- 5 Claims lodged and contingent liabilities arising out of suits filed against the Company not acknowledged as debt and other amounts for which the Company is contingently liable have not been ascertained and therefore not provided for.
- 6 The Company, as per the certificate received from the MCS Ltd. (R&T Agents of the Company) has not received any Complaint from the Shareholders during the quarter ended 30th September 2011, and there are no investor complaints pending as on 30th September, 2011.
- 7 The above financial results were taken on record by the Board of Directors at the meeting held on 02.11.2011.

By Order of the Board
DCM Financial Services Ltd.



(Arif Baig)
Chairman

Place : New Delhi
Date : 02.11.2011