



MCSL/SEC/11-12/079

09.05.2011

The Deputy General Manager
Department of Corporate Services
The Bombay Stock Exchange Limited
Phiroze Jeejebhoy Towers
Dalal Street, Mumbai

Dear Sir,

Sub : Recommendation of Dividend

We wish to inform you that at the Board Meeting held today (09.05.2011), the Board of Directors have recommended a dividend of Rs. 3.00 per equity shares of Rs. 10/- each for the financially year 2010-2011.

In the meeting of the Board of Directors held on 20.04.2011 for the approval of annual accounts for the year ended 31st March, 2011 and related matters, the Directors did not consider recommendation of dividend as it was not a part of agenda. However, in the published financial results for 2010-2011, as a matter of abundant caution and with a view to disclose the balance under the reserves and surplus more realistically, the provision for the proposed dividend was made at the rate of Rs.2.50, (the same dividend as was approved by the shareholders for the year ended 31.03.2010) which was also conveyed to you vide our letter no. MCSL/SEC/2011-12/053 dated 28th April, 2011.

The following figures in the published results will, consequently, undergo changes as given below :

- a) Proposed dividend : Rs. 1,95,00,000/-
- b) Dividend tax : Rs. 31,63,400/-
- c) Reserves and Surplus : Rs. 22,26,82,350/-

Thank you,

Yours Sincerely,

For Muthoot Capital Services Limited


Thomas George Muthoot
Managing Director