

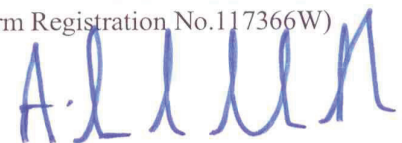
INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF INDIABULLS SECURITIES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **INDIABULLS SECURITIES LIMITED** ("the Company") for the Quarter and Six Months ended September 30, 2013 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. 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 the Statement based on our review.

We have not reviewed the consolidated unaudited results and notes thereon and accordingly our report is restricted to the standalone unaudited financial results of the Company.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide 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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs) and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements from the details furnished by the Management and the particulars relating to investor complaints disclosed in Part II - Select Information, for the Quarter and Six Months ended September 30, 2013 of the Statement, from the details furnished by the Registrar.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No.117366W)



A. Siddharth
Partner
(Membership No. 31467)

Indiabulls Securities Limited (as standalone entity)
Unaudited Standalone Financial Results
for the quarter and six months ended September 30, 2013

Amount Rs. in Lakhs

PART I Statement of Standalone Unaudited Results for the quarter and six months ended September 30, 2013						
Particulars	Quarter ended			Six months ended		Year ended
	30.09.13 (Unaudited)	30.06.13 (Unaudited)	30.09.12 (Unaudited)	30.09.13 (Unaudited)	30.09.12 (Unaudited)	31.03.13 (Audited)
1 a) Income from operations	1,481.30	1,525.07	2,234.81	3,006.37	4,584.31	8,522.51
b) Other operating income	379.60	389.01	500.77	768.61	935.33	2,286.54
Total income from operations	1,860.90	1,914.08	2,735.58	3,774.98	5,519.64	10,809.05
2 Expenses						
a) Employee benefits expense	393.27	603.89	658.22	997.16	1,640.68	2,838.19
b) Depreciation and amortisation expense	119.89	125.20	211.08	245.09	437.51	764.92
c) Operating expenses	180.81	219.13	273.46	399.94	569.34	1,118.09
d) Other expenses	187.92	418.37	645.71	606.29	1,252.92	2,833.41
Total expenses	881.89	1,366.59	1,788.47	2,248.48	3,900.45	7,554.61
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	979.01	547.49	947.11	1,526.50	1,619.19	3,254.44
4 Other Income	1,988.86	1,918.32	850.13	3,907.18	1,299.28	2,389.66
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	2,967.87	2,465.81	1,797.24	5,433.68	2,918.47	5,644.10
6 Finance costs	226.88	348.20	147.24	575.08	246.16	718.43
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	2,740.99	2,117.61	1,650.00	4,858.60	2,672.31	4,925.67
8 Exceptional Items	-	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	2,740.99	2,117.61	1,650.00	4,858.60	2,672.31	4,925.67
10 Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	599.90	362.17	487.81	962.07	739.77	(657.88)
11 Net Profit from Ordinary Activities after tax (9-10)	2,141.09	1,755.44	1,162.19	3,896.53	1,932.54	5,583.55
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13 Net Profit for the period (11-12)	2,141.09	1,755.44	1,162.19	3,896.53	1,932.54	5,583.55
14 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	4,622.25	4,622.25	4,622.25	4,622.25	4,622.25	4,622.25
15 Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	-	-	-	15,037.70
16 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2 per Equity Share)						
*EPS for the quarter / six months not annualised						
- Basic (Amount in Rs.)	0.93 *	0.76 *	0.50 *	1.69 *	0.84 *	2.42
- Diluted (Amount in Rs.)	0.93 *	0.76 *	0.50 *	1.69 *	0.84 *	2.42
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2 per Equity Share)						
*EPS for the quarter / six months not annualised						
- Basic (Amount in Rs.)	0.93 *	0.76 *	0.50 *	1.69 *	0.84 *	2.42
- Diluted (Amount in Rs.)	0.93 *	0.76 *	0.50 *	1.69 *	0.84 *	2.42
Items exceeding 10% of Total Expenditure						
Lease Rent	(11.31)	109.36	183.81	98.05	364.51	587.93
PART II						
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of Equity Shares	129,592,086	129,592,086	146,800,354	129,592,086	146,800,354	140,992,086
- Percentage of shareholding	56.07%	56.07%	63.52%	56.07%	63.52%	61.01%
2 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	101,520,425	101,520,425	84,312,157	101,520,425	84,312,157	90,120,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	43.93%	43.93%	36.48%	43.93%	36.48%	38.99%
						Quarter ended
Particulars						30.09.13
B INVESTOR COMPLAINTS						
Pending at the beginning of the quarter						1
Received during the quarter						261
Disposed off during the quarter						262
Remaining unresolved at the end of the quarter						-



Notes to the Financial Results:

- The consolidated and standalone financial results of Indiabulls Securities Limited ('IBSL', 'the Company') for the quarter and six months ended September 30, 2013 have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on October 21, 2013. The financial results pertaining to IBSL as a standalone entity have been subjected to a limited review by the Statutory Auditors of the Company.
- The first interim dividend of Re.1/- per Equity Share (50% of the face value of Rs. 2/- per Equity Share) amounting to Rs. 2,311.13 lakhs (excluding corporate dividend tax) was approved at the meeting of the Board of Directors of the Company held on July 24, 2013 and was transferred by the Company on July 27, 2013 into the designated Dividend Account.
- The Board of Directors of the Company at its meeting held on October 21, 2013 has declared second interim dividend of Re.1/- per Equity Share.
- During the current period / previous year, the Company has one reportable business segment i.e. "Broking & related activities" and operates in one geographical segment, i.e. "within India". Hence, no separate information for segment wise disclosure is given in accordance with the requirements of Accounting Standard (AS) 17 - "Segment Reporting" notified under the Companies (Accounting Standards) Rules, 2006.
- In order to augment the networth of the Company and the capital required for its business growth over the next few years, the Board at their meeting held on October 21, 2013 has approved the proposal to issue and allot to promoters, promoter entities and to executive director, upto 582.10 lakhs warrants convertible into 582.10 lakhs Equity Shares each of the Company at a conversion price of Rs. 13/-, in accordance with the applicable laws and guidelines ("Warrants"). The aggregate funds receivable by the Company, pursuant to the conversion of the Warrants, would be Rs. 7,567.30 lakhs.
- The registered office of the Company has been shifted from 'F-60, Malhotra Building, Second Floor, Connaught Place, New Delhi - 110 001' to 'M-62 & 63, First Floor, Connaught Place, New Delhi - 110 001' with effect from October 01, 2013.

		Amount Rs. in Lakhs	
		As at 30.09.13 (Unaudited)	As at 31.03.13 (Audited)
7 Statement of Assets and Liabilities:			
Particulars			
A EQUITY AND LIABILITIES			
1 Shareholders' funds		4,622.25	4,622.25
(a) Share capital		13,956.13	15,037.70
(b) Reserves and surplus			
	Sub-total - Shareholders' funds	18,578.38	19,659.95
2 Non-current liabilities		16.07	22.42
(a) Long-term borrowings		997.87	997.87
(b) Other long-term liabilities		217.06	415.53
(c) Long-term provisions			
	Sub-total - Non-current liabilities	1,231.00	1,435.82
3 Current liabilities		9,938.60	13,589.53
(a) Short-term borrowings		65.58	92.94
(b) Trade payables		10,881.80	10,039.65
(c) Other current liabilities		3,630.28	3,009.93
(d) Short-term provisions			
	Sub-total - Current liabilities	24,516.26	26,732.05
	TOTAL- EQUITY AND LIABILITIES	44,325.64	47,827.82
B ASSETS			
1 Non-current assets		2,814.03	3,011.98
(a) Fixed assets		1,873.42	1,873.42
(b) Non-current investments		535.21	555.20
(c) Deferred tax assets (net)		3,290.33	6,116.27
(d) Long-term loans and advances		53.10	48.42
(e) Other non-current assets			
	Sub-total - Non-current assets	8,566.09	11,605.29
2 Current assets		2,485.34	2,135.62
(a) Current investments		20,397.15	21,445.30
(b) Trade receivables		12,631.88	12,443.98
(c) Cash and bank balances		245.18	197.63
(d) Short-term loans and advances			
(e) Other current assets			
	Sub-total - Current assets	35,759.55	36,222.53
	TOTAL- ASSETS	44,325.64	47,827.82

8 Figures for the prior period / year have been regrouped and / or reclassified wherever considered necessary to conform to the current period presentation.

Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi 110 001.

For and on behalf of Board of Directors

Divesh B. Shah
Divesh B. Shah
CEO & Whole-time Director



Place : Mumbai
Date : October 21, 2013



Indiabulls

Indiabulls Securities Limited
Unaudited Consolidated Financial Results
for the quarter and six months ended September 30, 2013

Amount Rs. in Lakhs						
PART I Statement of Consolidated Unaudited Results for the quarter and six months ended September 30, 2013						
Particulars	Quarter ended			Six months ended		Year ended
	30.09.13 (Unaudited)	30.06.13 (Unaudited)	30.09.12 (Unaudited)	30.09.13 (Unaudited)	30.09.12 (Unaudited)	31.03.13 (Audited)
1 Income from operations						
a) Income from operations	6,345.99	5,850.50	3,463.86	12,196.49	7,113.39	16,323.01
b) Other operating income	440.65	462.54	539.93	903.19	1,013.06	2,202.21
Total income from operations	6,786.64	6,313.04	4,003.79	13,099.68	8,126.45	18,525.22
2 Expenses						
a) Employee benefits expense	1,593.21	1,660.11	1,282.21	3,253.32	2,848.69	6,580.83
b) Depreciation and amortisation expense	129.92	130.91	214.80	260.83	444.95	779.65
c) Operating expenses	199.23	255.60	337.92	454.83	701.18	1,347.62
d) Other expenses	1,167.71	819.54	1,000.23	1,987.25	1,889.85	4,383.39
Total expenses	3,090.07	2,866.16	2,835.16	5,956.23	5,884.67	13,091.49
3 Profit from Operations before Other Income, Finance costs and Exceptional Items (1-2)	3,696.57	3,446.88	1,168.63	7,143.45	2,241.78	5,433.73
4 Other Income	431.88	288.12	733.84	720.00	1,104.44	1,412.01
5 Profit from ordinary activity before Finance Costs and Exceptional Items (3+4)	4,128.45	3,735.00	1,902.47	7,863.45	3,346.22	6,845.74
6 Finance costs	519.95	545.69	155.39	1,065.64	256.07	781.79
7 Profit from ordinary activity after Finance Costs but before Exceptional Items (5-6)	3,608.50	3,189.31	1,747.08	6,797.81	3,090.15	6,063.95
8 Exceptional Items	-	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	3,608.50	3,189.31	1,747.08	6,797.81	3,090.15	6,063.95
10 Tax expense/ (credit) (including Deferred Tax and prior year tax adjustment)	1,198.66	1,046.89	521.74	2,245.55	881.86	(259.38)
11 Net Profit from Ordinary Activities after tax (9-10)	2,409.84	2,142.42	1,225.34	4,552.26	2,208.29	6,323.33
12 Extraordinary Items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13 Net Profit for the period (11-12)	2,409.84	2,142.42	1,225.34	4,552.26	2,208.29	6,323.33
14 Share of Profit / (Loss) of Associates (Net)	-	9.92	(23.41)	9.92	(27.46)	6.60
15 Minority Interest	(0.57)	(0.10)	-	(0.67)	-	-
16 Net Profit from Ordinary Activities after tax, Share of Profit of Associates (net) and Minority Interest (13+14-15)	2,410.41	2,152.44	1,201.93	4,562.85	2,180.83	6,329.93
17 Paid-up Equity Share Capital (Face Value of Rs. 2 per Equity Share)	4,622.25	4,622.25	4,622.25	4,622.25	4,622.25	4,622.25
18 Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	-	-	-	17,134.43
19 Minority Interest	-	-	-	-	-	-
20 Earnings per Share (EPS) before extraordinary items (Face Value of Rs. 2 per Equity Share)						
* (EPS for the quarter / six months not annualised)						
- Basic (Amount in Rs.)	1.04 *	0.93 *	0.52 *	1.97 *	0.94 *	2.74
- Diluted (Amount in Rs.)	1.04 *	0.93 *	0.52 *	1.97 *	0.94 *	2.74
Earnings per Share (EPS) after extraordinary items (Face Value of Rs. 2 per Equity Share)						
* (EPS for the quarter / six months not annualised)						
- Basic (Amount in Rs.)	1.04 *	0.93 *	0.52 *	1.97 *	0.94 *	2.74
- Diluted (Amount in Rs.)	1.04 *	0.93 *	0.52 *	1.97 *	0.94 *	2.74
Items exceeding 10% of Total Expenditure						
Lease Rent	232.05	360.50	369.52	592.55	719.87	1,434.80
Contingent Provisions	425.00	-	-	425.00	-	-
PART II						
PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of Equity Shares	129,592,086	129,592,086	146,800,354	129,592,086	146,800,354	140,992,086
- Percentage of shareholding	56.07%	56.07%	63.52%	56.07%	63.52%	61.01%
2 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	101,520,425	101,520,425	84,312,157	101,520,425	84,312,157	90,120,425
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	43.93%	43.93%	36.48%	43.93%	36.48%	38.99%



Notes to the Financial Results:

1 Indiabulls Securities Limited ("IBSL", "the Company") conducts its operations along with its subsidiaries and associates. The Consolidated financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of Consolidated Accounts as set out in the Accounting Standard (AS 21 and AS 23) as notified under Companies (Accounting Standards) Rules, 2006. The financial statements of the parent Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, transactions and resulting unrealised gains / losses. The Investment in associates are accounted by application of the "Equity Method". The Consolidated Financial Statements are prepared by applying uniform accounting policies.

2 Consolidated Statement of Assets and Liabilities		Amount Rs. in Lakhs	
		As At 30.09.13 (Unaudited)	As At 31.03.13 (Audited)
A EQUITY AND LIABILITIES			
1	Shareholders' funds		
	(a) Share capital	4,622.25	4,622.25
	(b) Reserves and surplus	16,865.72	17,134.43
	Sub-total - Shareholders' funds	21,487.97	21,756.68
2	Minority interest	-	-
3	Non-current liabilities		
	(a) Long-term borrowings	22,070.60	83.85
	(b) Deferred tax liabilities (net)	3.46	3.69
	(c) Other long term liabilities	997.87	997.87
	(d) Long term provisions	791.13	506.89
	Sub-total - Non-current liabilities	23,863.06	1,592.30
4	Current liabilities		
	(a) Short-term borrowings	22,438.60	13,589.53
	(b) Trade payables	66.38	144.64
	(c) Other current liabilities	13,021.19	14,474.72
	(d) Short-term provisions	6,293.13	3,030.93
	Sub-total - Current liabilities	41,819.30	31,239.82
	TOTAL- EQUITY AND LIABILITIES	87,170.33	54,588.80
B ASSETS			
1	Non-current assets		
	(a) Fixed assets	3,325.99	3,327.57
	(b) Non-current investments	1,253.74	4,263.14
	(c) Deferred tax assets (net)	691.86	585.08
	(d) Long term loans and advances	23,873.17	3,254.71
	(e) Other non-current assets	2,678.60	1,173.92
	Sub-total - Non-current assets	31,823.36	12,604.42
2	Current assets		
	(a) Current investments	-	-
	(b) Trade receivables	8,818.97	6,030.64
	(c) Cash and bank balances	21,363.11	21,985.95
	(d) Short-term loans and advances	24,876.31	13,755.94
	(e) Other current assets	288.58	211.85
	Sub-total - Current assets	55,346.97	41,984.38
	TOTAL- ASSETS	87,170.33	54,588.80

3 During the current period / previous year, the Company has one reportable business segment i.e. "Broking & related activities" and operates in one geographical segment, i.e. "within India". Hence, no separate information for segment wise disclosure is given in accordance with the requirements of Accounting Standard (AS) 17 - "Segment Reporting" notified under the Companies (Accounting Standards) Rules, 2006.

4 Figures for the prior period / year have been regrouped and / or reclassified wherever considered necessary to conform to the current period presentation.

