

HOV SERVICES LIMITED							
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED ON SEPTEMBER 30, 2014							
(Rs. In Lakhs, except per share data)							
PART I	Particulars	Current Quarter Ended 30-Sep-14	Preceding Quarter Ended 30-Jun-14	Corresponding Quarter Ended 30-Sep-13	Year To Date Current Period Ended 30-Sep-14	Year To Date Previous Period Ended 30-Sep-13	Fifteen Months Period Ended 31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	Income from operations	313.78	326.85	315.18	640.63	937.42	1,592.38
	Other operating income	7.85	-	18.42	7.85	65.81	47.60
	Total income from operations (Net)	321.63	326.85	333.60	648.48	1,003.23	1,639.98
2	Expenses						
	Employee benefits expense	239.03	243.60	240.76	482.63	728.26	1,221.74
	Depreciation and amortisation expense	10.18	14.63	7.81	24.81	23.03	40.34
	Rent expenses	31.35	31.28	29.75	62.63	87.90	147.93
	Other expenses	69.38	66.33	60.49	135.71	184.58	366.69
	Reimbursement of corporate charges	-	-	(50.85)	-	(160.31)	(197.45)
	Total expenses	349.94	355.84	287.96	705.78	863.46	1,579.25
3	Profit/(Loss) from operations before other income, finance costs (1-2)	(28.31)	(28.99)	45.64	(57.30)	139.77	60.73
4	Other income	17.77	15.77	11.72	33.54	40.07	79.83
5	Profit/(Loss) from ordinary activities before finance costs (3+4)	(10.54)	(13.22)	57.36	(23.76)	179.84	140.56
6	Finance costs	-	-	-	-	-	-
7	Profit/(Loss) from ordinary activities before tax (5-6)	(10.54)	(13.22)	57.36	(23.76)	179.84	140.56
8	Tax expense	(2.90)	(4.76)	14.35	(7.66)	53.75	55.26
9	Net Profit/(Loss) for the period (7-8)	(7.64)	(8.46)	43.01	(16.10)	126.09	85.30
10	Paid-up equity share capital (Face Value of Rs. 10 each)	1,250.25	1,250.25	1,249.10	1,250.25	1,249.10	1,249.95
11	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	7,306.08
12	Basic & Diluted Earnings per share of (Rs.10 each) (not annualized)	(0.06)	(0.07)	0.34	(0.13)	1.01	0.68

See accompanying note to the financial results



PART II						
SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED ON SEPTEMBER 30, 2014						
A PARTICULARS OF SHAREHOLDING						
Public shareholding						
- Number of shares	6,313,443	6,313,443	6,301,943	6,313,443	6,301,943	6,310,443
- Percentage of shareholding	50.50	50.50	50.45	50.50	50.45	50.49
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	6,189,079	6,189,079	6,189,079	6,189,079	6,189,079	6,189,079
- 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)	49.50	49.50	49.55	49.50	49.55	49.51

B INVESTOR COMPLAINTS FOR CURRENT QUARTER ENDED SEPTEMBER 30, 2014	
Pending at the beginning of the quarter:- Nil; Received during the quarter:- Nil; Disposed off during the quarter:- Nil; Remaining unresolved at the end of the quarter:- Nil	

Notes:

1. Standalone Statement of Assets and Liabilities

(Rs. In Lacs)

Particulars	AS AT	
	30-Sep-14	31-Mar-14
	Unaudited	Audited
A EQUITIES & LIABILITIES		
1 Shareholders' Fund		
Share Capital	1,250.25	1,249.95
Reserves & Surplus	7,281.81	7,306.08
2 Non-Current Liabilities		
Long-term borrowings	708.92	737.31
Deferred Tax Liabilities (Net)	3.75	11.41
3 Current Liabilities		
Trade Payables	137.35	115.33
Other Current Liabilities	107.95	102.58
Short-Term Provisions	78.05	82.86
TOTAL - EQUITIES AND LIABILITIES	9,568.08	9,605.52
B ASSETS		
1 Non-Current Assets		
Fixed Assets	76.20	104.90
Non-Current Investments	7,606.38	7,615.78
Long-Term Loans and Advances	209.48	209.48
Other Non-Current Assets	324.48	324.48
2 Current Assets		
Trade Receivables	382.35	285.82
Cash and Cash Equivalents	745.76	777.46
Short-Term Loans and Advances	159.47	228.86
Other Current Assets	63.96	58.74
TOTAL - ASSETS	9,568.08	9,605.52

2 The above results which were subjected to limited review by the Statutory Auditors of the company in terms of Clause 41 of the Listing Agreement were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on November 13, 2014.

3 Other Income includes net rental income/Loss as follows :	Quarter Ended 30-Sep-14	Quarter Ended 30-Jun-14	Quarter Ended 30-Sep-13	Year To Date 30-Sep-14	Year To Date 30-Sep-13	15 months ended 31-Mar-14
Rent Income	26.62	26.62	26.62	26.62	79.86	133.10
Less: Finance and borrowing cost	25.09	25.46	26.10	26.17	78.96	131.26
Less: Amortisation expense	4.70	4.70	4.70	4.70	14.11	23.52

4 With respect to Resolution No. 1 & 2, approved by the Shareholders on November 4, 2014, regarding sale of Company's entire investment in SourceHOV Holdings, Inc through HOVS LLC, is under active consideration of the Board. Resolution No. 3, approved by the Shareholders as aforesaid, regarding merger of SourceHOV Holdings, Inc and BancTec Group LLC, the same has since been completed.

5 Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current year's/periods' presentation.

For, HOV Services Limited

Sunil Rajadhyaksha
Chairman & Executive Director

Place: Pune

Date: November 13, 2014

HOV Services Limited

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LIMITED REVIEW REPORT


To,
The Board of Directors,
HOV Services Limited

We have reviewed the accompanying statement of unaudited financial results of **HOV Services Limited** for the quarter and half year ended September 30, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited or reviewed by us. 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 these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the Accounting Standards notified under 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 13th 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 Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha and Co.
Chartered Accountants
Firm Registration No. 301051E


R.P. Baradiya
Partner

Membership No. 44101

Mumbai
13th November, 2014

