

HOV SERVICES LIMITED
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2014

(Rs. In Lakhs, except per share data)						
PART I						
Particulars	Current Quarter Ended	Preceding Quarter Ended	Corresponding Quarter Ended	Year To Date Current Period Ended	Year To Date Previous Period Ended	Fifteen Months Period Ended
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from operations						
Income from operations	322.89	313.78	329.53	963.52	1,266.94	1,592.38
Other operating income	8.35	7.85	-	16.20	61.62	47.60
Total income from operations (Net)	331.24	321.63	329.53	979.72	1,328.56	1,639.98
2 Expenses						
Employee benefits expense	249.60	239.03	236.58	732.23	966.57	1,221.74
Depreciation and amortisation expense	9.51	10.18	8.60	34.32	31.62	40.34
Rent expenses	26.17	31.35	29.78	88.80	117.68	147.93
Other expenses	61.53	69.38	114.73	197.24	295.13	366.69
Reimbursement of corporate charges	-	-	(37.14)	-	(197.45)	(197.45)
Total expenses	346.81	349.94	352.55	1,052.59	1,213.55	1,679.26
3 Profit/(Loss) from operations before other income, finance costs (1-2)	(15.57)	(28.31)	(23.02)	(72.87)	115.01	60.73
4 Other income	18.38	17.77	11.57	51.92	53.38	79.83
5 Profit/(Loss) from ordinary activities before finance costs (3+4)	2.81	(10.54)	(11.45)	(20.95)	168.39	140.56
6 Finance costs	-	-	-	-	-	-
7 Profit/(Loss) from ordinary activities before tax (5-6)	2.81	(10.54)	(11.45)	(20.95)	168.39	140.56
8 Tax expense	0.97	(2.90)	8.20	(6.69)	64.65	55.26
9 Net Profit/(Loss) for the period (7-8)	1.84	(7.64)	(19.65)	(14.26)	103.74	85.30
10 Paid-up equity share capital (Face Value of Rs. 10 each)	1,251.40	1,250.25	1,249.10	1,251.40	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)	0.01	(0.06)	(0.16)	(0.11)	0.83	0.68

See accompanying note to the financial results

PART II						
SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 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

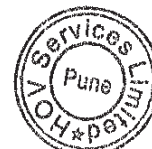
B INVESTOR COMPLAINTS FOR CURRENT QUARTER ENDED DECEMBER 31, 2014						
Pending at the beginning of the quarter:- Nil; Received during the quarter:- Nil; Disposed off during the quarter:- Nil; Remaining unresolved at the end of the quarter:- Nil						

Notes:

- 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 February 10, 2015.
- Other Income includes net rental income/Loss as follows :

	Quarter Ended			Year To Date		15 months ended
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
Rent Income	26.62	26.62	26.62	79.86	106.48	133.10
Less: Finance and borrowing cost	24.63	25.09	26.22	75.18	105.20	131.26
Less: Amortisation expense	4.70	4.70	4.70	14.11	18.81	23.52
- 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.
- On December 19, 2014, the Company has allotted 11500 Equity shares at a price of Rs. 85.35 per share aggregating to Rs.981,525 under Employee Stock Option Plan, 2007.
- Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current year's/periods' presentation.

For, HOV Services Limited



Surinder Rametra
Surinder Rametra
 Executive Director

Place: Mumbai

Date: February 10, 2015

LIMITED REVIEW REPORT

To,
The Board of Directors,
HOV Services Limited

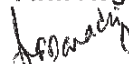
We have reviewed the accompanying statement of unaudited financial results of **HOV Services Limited** for the quarter and Nine months ended December 31, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures 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.

Mumbai
February 10, 2015

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



R.P. Baradiya
Partner
Membership No. 44101

