



INDBANK MERCHANT BANKING SERVICES LIMITED

(A Subsidiary of Indian Bank)

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Un-Audited Financial Results for the Quarter ended 31.12.2011

Sl. No.	Particulars	Three months ended	Trailing three months ended	Corresponding three months ended in the previous year	Year to date for the current year ended	Year to date for the Previous year ended	Previous Accounting Year ended
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
Un-Audited							Audited
Rs. Lakhs							
1	Income from Operations	148.84	223.72	127.49	552.37	330.33	642.09
2	Expenditure						
	a) Employee Cost	95.64	98.43	101.31	292.15	302.37	448.12
	b) Depreciation	6.80	16.26	15.80	42.94	46.88	61.53
	c) Postage & Telephones	13.81	18.23	22.82	52.39	53.47	70.79
	d) Provision for Non Performing Assets	6.70	(39.54)	(3.74)	(10.64)	15.83	57.82
	e) Other expenditure	45.15	73.36	67.44	199.38	201.85	280.47
	f) Total	168.10	166.74	203.83	576.20	620.20	918.53
3	Profit/(Loss) from operations before other income, interest and exceptional items (1-2)	(21.26)	56.98	(76.14)	(23.83)	(289.87)	(275.84)
4	Other Income	22.52	13.80	6.87	47.36	20.96	29.40
5	Profit/(Loss) before interest and exceptional items (3+4)	1.26	70.58	(69.27)	23.53	(268.91)	(246.44)
6	Interest	0.00	0.00	0.00	0.00	0.00	0.00
7	Profit/(Loss) after interest but before exceptional items (5-6)	1.26	70.58	(69.27)	23.53	(268.91)	(246.44)
8	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	1.26	70.58	(69.27)	23.53	(268.91)	(246.44)
10	Tax Expense						
	(a) Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
	(b) Deferred Tax	4.33	44.09	(0.60)	50.31	151.35	132.88
	(c) Total	4.33	44.09	(0.60)	50.31	151.35	132.88
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	(3.07)	26.49	(68.67)	(26.78)	(420.26)	(370.32)
12	Profit (loss) from discontinuing operations	(44.00)	(8.77)	14.37	(12.62)	(155.53)	(613.33)
13	Tax expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00
14	Net Profit (loss) from discontinuing operations	(44.00)	(8.77)	14.37	(12.62)	(155.53)	(613.33)
15	Net Profit/(Loss) from Ordinary Activities after tax (11-14)	(47.07)	17.72	(54.30)	(39.40)	(575.79)	(992.65)
16	Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00	0.00	0.00
17	Net Profit/(Loss) for the period (15+16)	(47.07)	17.72	(54.30)	(39.40)	(575.79)	(992.65)
18	Paid up equity share capital (Face value per share - Rs. 10/-)	4437.82	4437.82	4437.82	4437.82	4437.82	4437.82
19	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year						(382.61)
20	Earnings Per Share (EPS) (Rs)						
	(a) Basic & diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualised)	(0.11)	0.04	(0.12)	(0.09)	(1.30)	(2.24)
	(b) Basic & diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	(0.11)	0.04	(0.12)	(0.09)	(1.30)	(2.24)
21	Public Shareholding						
	- Number of Shares				15604400	15604400	15604400
	- Percentage of shareholding				35.16%	35.16%	35.16%
22	Promoters & Promoter Group Shareholding						
	(a) Pledged/encumbered						
	- Number of Shares				0	0	0
	- Percentage of shareholding as a %age of the total shareholding of promoter and promoter group				0.00%	0.00%	0.00%
	- Percentage of shareholding as a %age of the total shareholding of the company				0.00%	0.00%	0.00%
	(b) Non-encumbered						
	- Number of Shares				28773800	28773800	28773800
	- Percentage of shareholding as a %age of the total shareholding of promoter and promoter group				100.00%	100.00%	100.00%
	- Percentage of shareholding as a %age of the total shareholding of the company				64.84%	64.84%	64.84%

Quarterly reporting of segment wise revenue, results and capital employed

1	Segment Revenue						
	(a) Continuing Operations-Fee Based	169.36	237.32	134.36	599.73	351.29	672.09
	(b) Discontinuing Operations-Fund Based	28.76	77.95	73.13	107.14	197.49	(44.34)
	(c) Un-allocated	0.00	0.00	0.00	0.00	0.00	0.00
	Total	198.12	315.27	207.49	706.87	548.78	627.75
	Less : Inter segment revenue	0.00	0.00	0.00	0.00	0.00	0.00
	Income from operations	198.12	315.27	207.49	706.87	548.78	627.75
2	Segment Results - Profit/(Loss) before tax and interest from each segment						
	(a) Continuing Operations-Fee Based	1.26	70.58	(69.27)	23.53	(268.91)	(246.44)
	(b) Discontinuing Operations-Fund Based	(44.00)	(8.77)	14.37	(12.62)	(155.53)	(613.33)
	(c) Un-allocated	0.00	0.00	0.00	0.00	0.00	0.00
	Total	(42.74)	61.81	(54.90)	10.91	(424.44)	(859.77)
	Less : i) Interest (Other than pertaining to segments)	0.00	0.00	0.00	0.00	0.00	0.00
	ii) Other unallocable expenditure net off	0.00	0.00	0.00	0.00	0.00	0.00
	iii) Unallocable income	0.00	0.00	0.00	0.00	0.00	0.00
	Total profit/(Loss) before tax	(42.74)	61.81	(54.90)	10.91	(424.44)	(859.77)
3	Capital employed (Segment assets-liabilities)						
	(a) Continuing Operations-Fee Based	2258.22	2219.95	1981.74	2258.22	1981.74	2084.20
	(b) Discontinuing Operations-Fund Based	474.05	552.99	1183.82	474.05	1183.82	643.66
	(c) Un-allocated	1283.53	1290.24	1306.50	1283.53	1306.50	1327.35
	Total	4015.80	4062.88	4472.06	4015.80	4472.06	4055.21

Notes

- The Market value of quoted investments (Cost-Rs.6.23 crore) of the Company as on 31.12.2011 was Rs. 1.77 Crore
- There were no investor complaints pending at the beginning of the quarter, 4 investor complaints was received and resolved during the quarter. No complaints were pending at the end of the quarter.
- During the year 2009-10, the company had received a claim from Indian Bank for payment of interest of Rs.2397.48 lakhs (involving a waiver of Rs.1808.84 lakhs) under the right of recompense clause, out of the interest waived by them in the past aggregating to Rs.4206.32 lakhs. The company has paid Rs 1250 lakhs in the year 2009-10 and Rs. 250 lakhs in the year 2010-11 which was considered in the accounts of the respective years under expenditure under discontinuing operations, leaving a balance of Rs. 897.48 lakhs to be paid further. The bank has permitted the company to pay the balance Rs 897.48 lakhs in instalments on or before 30.9.2013.
- During the Quarter ended 31.12.2011, the Company has been served with the demand of Rs. 147.66 lakhs by the Assessing officer pursuant to assessment under Income Tax Act, 1961 for the AY 2009-10 vide order dated 28.12.2011 on account of addition of exemption claimed U/s 10(38) and denial of the request for deletion of reversal of provisions disallowed earlier. The Company has been advised that the demand is not sustainable and the Company has filed an appeal before the Commissioner of Income Tax (appeals), the first appellate authority.
- The un-audited results have been subjected to limited review by the Auditors.
- The previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.

The above financial results have been taken on record by the Board of Directors of the company at the meeting held on 02.02.2012

Place: Chennai
Date: 02.02.2012

BANABIHARI PANDA
PRESIDENT & WHOLETEIME DIRECTOR