



May 13, 2016

To  
The Manager- Compliance Department  
National Stock Exchange of India Limited  
'Exchange Plaza', Bandra Kurla Complex,  
Bandra (East), Mumbai-400 051

To  
The Manager- Compliance Department  
Bombay Stock Exchange Limited  
Floor 25, P. J. Tower, Dalal Street,  
Mumbai -400 001

NSE symbol: HOVS

BSE Scrip Code: 532761

**Subject: Intimation of outcome of the Board Meeting held on May 13, 2016**

Dear Sir,

This is to inform that the Board of Directors of the Company in the meeting held on May 13, 2016 had considered and approved the following:-

- i. Audited standalone financial results of the Company for 3 months financial period (Q4) ended on March 31, 2016;
- ii. Audited standalone & consolidated financial results for 12 months financial year ended on March 31, 2016;
- iii. To convene 28<sup>th</sup> Annual General Meeting on June 30, 2016; and
- iv. The Register of Members and Share Transfer Books of the Company will remain closed from June 27, 2016 to June 30, 2016 (both days inclusive) for the purpose of 28<sup>th</sup> AGM.

Please find enclosed the audited financial results along with Form A and reports thereon.

Kindly take the above on record.

Thanking you,  
Yours faithfully,

For HOV Services Limited

Bhuvanesh Sharma  
VP-Corporate Affairs &  
Company Secretary &  
Compliance Officer

**HOV Services Limited**

Office : 3rd Floor, Sharda Arcade, Pune Satara Road, Bibwewadi Pune - 411 037, Maharashtra, INDIA  
CIN : L72200PN1989PLC014448 Tel: 91-20 24221460, Fax: 91-20 24221470, [www.hovsltd.com](http://www.hovsltd.com)

**INDEPENDENT AUDITOR'S REPORT**

To

Board of Directors of **HOV SERVICES LIMITED**

We have audited the accompanying Statement of Standalone Financial Results of HOV Services Limited ('the Company') for the quarter and year ended 31<sup>st</sup> March, 2016 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared on the basis of the related financial statement which are in accordance with the Accounting Standard prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

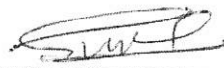
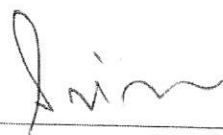
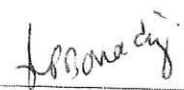

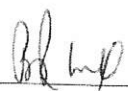
In our opinion and to the best of our information and according to the explanations given to us the Statement;

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (ii) gives a true and fair view in conformity with aforesaid Accounting Standards and other accounting principles generally accepted in India of the Net Profit and other financial information of the Company for the quarter and year ended 31<sup>st</sup> March, 2016.

The Statement includes the results for the Quarter ended 31<sup>st</sup> March, 2016 being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For LODHA & CO.****Chartered Accountants****Firm Registration No: 301051E****Place: Mumbai****Date: 13th May, 2016****R.P. Baradiya****Partner****Membership No. 44101**

## Form A

1.	Name of the Company:	HOV Services Limited
2.	Standalone annual financial statements for the financial year ended	March 31, 2016
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	Not applicable
5.	To be signed by –	
	Surinder Rametra Executive Director	Sign 
	Sriram Gopalan Iyengar Chief Financial Officer	Sign 
	Lodha & Co. Auditor of the Company	Sign  
	B R Gupta Chairman Audit Committee	Sign 





## Form A

1.	Name of the Company:	HOV Services Limited
2.	Consolidated annual financial statements for the financial year ended	March 31, 2016
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	Not applicable
5.	To be signed by –  Surinder Rametra Executive Director  Sriram Gopalan Iyengar Chief Financial Officer  Lodha & Co. Auditor of the Company  B R Gupta Chairman Audit Committee	<p>Sign </p> <p>Sign </p> <p>Sign </p> <p>Sign </p>  

STATEMENT OF STANDALONE & CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

(Rs. In Lakhs, except per share data)

CONSOLIDATED		STANDALONE					
Year Ended March 31	Year Ended March 31	Particulars	Quarter Ended March 31	Quarter Ended December 31	Quarter Ended March 31	Year Ended March 31	Year Ended March 31
2016	2015		2016	2015	2015	2016	2015
Audited	Audited		Audited*	Unaudited	Audited*	Audited	Audited
1,515.06	1,640.44	<b>1 Income from operations</b>	356.73	345.00	290.94	1,350.65	1,254.46
-	-	(a) Income from operations	-	1.87	-	7.41	9.51
-	-	(b) Other operating income	-	-	-	-	-
<b>1,515.06</b>	<b>1,640.44</b>	<b>Total income from operations (Net)</b>	<b>356.73</b>	<b>346.87</b>	<b>290.94</b>	<b>1,358.06</b>	<b>1,263.97</b>
		<b>2 Expenses</b>					
1,044.49	1,042.09	(a) Employee benefits expense	279.51	234.82	274.16	1,021.63	1,006.39
97.49	101.29	(b) Depreciation and amortisation expense	8.78	8.85	9.37	35.50	43.69
441.90	779.00	(c) Other expenses	66.54	54.97	53.90	243.93	333.26
<b>1,583.88</b>	<b>1,922.38</b>	<b>Total expenses</b>	<b>354.83</b>	<b>298.64</b>	<b>337.43</b>	<b>1,301.06</b>	<b>1,383.34</b>
(68.82)	(281.94)	<b>3 Profit/(Loss) from operations before other income, finance costs (1-2)</b>	1.90	48.23	(46.49)	57.00	(119.37)
111.62	57.08	<b>4 Other income</b>	63.41	20.20	20.25	126.07	72.17
42.80	(224.86)	<b>5 Profit/(Loss) from ordinary activities before finance costs (3+4)</b>	65.31	68.43	(26.24)	183.07	(47.20)
60.66	41.07	<b>6 Finance costs</b>	-	-	-	-	-
(17.86)	(265.93)	<b>7 Profit/(Loss) from ordinary activities before tax (5-6)</b>	65.31	68.43	(26.24)	183.07	(47.20)
43.91	(17.87)	<b>8 Tax expense</b>	9.38	20.62	(11.18)	43.91	(17.87)
(61.77)	(248.06)	<b>9 Net Profit/(Loss) for the year before minority interest and before profit/(loss) of associates (7-8)</b>	55.93	47.81	(15.06)	139.16	(29.33)
-	(47.04)	<b>10 Minority interest</b>	-	-	-	-	-
(61.77)	(201.02)	<b>11 Net Profit/(Loss) for the year after minority interest but before profit/(loss) of associates (9-10)</b>	55.93	47.81	(15.06)	139.16	(29.33)
(27,501.87)	(15,331.20)	<b>12 Share of profit/(Loss) of an associate</b>	-	-	-	-	-
<b>(27,563.64)</b>	<b>(15,532.22)</b>	<b>13 Net Profit/(Loss) after taxes, minority interest and share of profit / (Loss) of associate (11+12)</b>	<b>55.93</b>	<b>47.81</b>	<b>(15.06)</b>	<b>139.16</b>	<b>(29.33)</b>
1,253.25	1,251.40	<b>14 Paid-up equity share capital (Face Value of Rs. 10 each)</b>	1,253.25	1,252.45	1,251.40	1,253.25	1,251.40
32,491.80	56,557.98	<b>15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year</b>	-	-	-	7,420.92	7,277.24
(220.08)	(124.20)	<b>16 Basic &amp; Diluted Earnings per share of (Rs. 10 each) (not annualized)</b>	0.45	0.38	(0.12)	1.11	(0.23)

See accompanying note to the financial results



*[Signature]*

(Rs. In Lakhs)

## SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED - CONSOLIDATED

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
<b>Segment Revenue :</b>		
(a) Software and IT Enabled Services	1,349.81	1,254.28
(b) Environment Solutions Business	165.25	386.15
<b>Net sales/Income From Operations</b>	<b>1,515.06</b>	<b>1,640.43</b>
<b>Segment Results Profit/(Loss) before tax and interest from segment:</b>		
(a) Software and IT Enabled Services	(27,444.86)	(15,456.24)
(b) Environment Solutions Business	(125.83)	(109.87)
(c) Unallocated Income (Net of Expenses)	111.62	57.08
<b>Total Profit/(Loss) Before Tax</b>	<b>(27,459.07)</b>	<b>(15,509.03)</b>
<b>Capital Employed</b>		
(a) Software and IT Enabled Services	33,574.18	57,403.41
(b) Environment Solutions Business	(123.58)	158.40
(c) Unallocated	294.45	251.89
<b>Total</b>	<b>33,745.05</b>	<b>57,813.70</b>

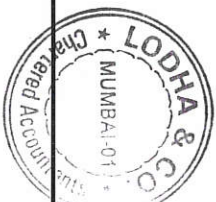
**Notes:**

- The above Audited standalone and Consolidated financial statements for the quarter and year ended March 31, 2016 have been taken on record by the Board of Directors at its meeting held on May 13, 2016. The statutory auditors have expressed an unqualified audit opinion.
- Other Income includes net rental income/Loss as follows :

	Quarter Ended 31-Mar-16	Quarter Ended 31-Dec-15	Quarter Ended 31-Mar-15	Year ended 31-Mar-16	Year ended 31-Mar-15
Rent Income	27.41	27.19	26.62	107.85	106.48
Less: Finance and borrowing cost	20.27	21.92	24.27	88.52	99.45
Less: Amortisation expense	4.70	4.70	4.70	18.81	18.81
- The consolidated financial statements of the Company are prepared in accordance with the consolidation procedures under AS 21 'Consolidated Financial Statements' and an associate consolidated as per AS 23 'Accounting for Investments in associates', in consolidated financial statement notified by the Companies Act, 2013.
- \*The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date figures upto the previous quarter of the current financial year.
- Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current year's/periods' presentation.

For, HOV Services Limited

Place: Mumbai  
Date: May 13, 2016



  
Surinder Rametra  
Executive Director  
(DIN:00019714)

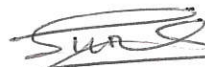




<b>HOV SERVICES LIMITED</b> <b>CIN : L72200PN1989PLC014448</b> <b>REGISTERED OFFICE : 3RD FLOOR, SHARDA ARCADE, PUNE SATARA ROAD, BIBWEWADI PUNE - 411 037, MAHARASHTRA, INDIA</b>					
(Rs. In Lakhs)					
CONSOLIDATED		STATEMENT OF ASSETS AND LIABILITIES		STANDALONE	
As at March 31,		Particulars		As at March 31,	
2016	2015			2016	2015
Audited	Audited			Audited	Audited
		<b>A EQUITIES AND LIABILITIES</b>			
		<b>1 Shareholders' funds</b>			
1,253.25	1,251.40	Share capital		1,253.25	1,251.40
32,491.80	56,557.98	Reserves and surplus		7,420.92	7,277.24
-	4.32	<b>2 Share Application Money pending ESOP Allotment</b>		-	4.32
		<b>3 Non-current liabilities</b>			
605.80	681.42	Long-term borrowings		604.55	678.66
		<b>4 Current liabilities</b>			
657.71	517.92	Short term borrowings		-	-
113.67	127.23	Trade payables		97.19	107.92
599.40	592.85	Other current liabilities		198.13	118.82
51.44	81.57	Short-term provisions		51.44	81.57
<b>35,773.07</b>	<b>59,814.69</b>	<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>9,625.48</b>	<b>9,519.93</b>
		<b>B ASSETS</b>			
		<b>1 Non-current assets</b>			
		<b>Fixed Assets</b>			
217.15	257.93	Tangible Assets		41.14	57.32
92.24	120.62	Intangible Assets			
0.38	0.38	Goodwill on consolidation		-	-
31.44	18.45	Deferred Tax Assets (net)		19.45	6.46
33,251.02	57,277.86	Non-Current investments		7,578.16	7,596.97
12.81	12.81	Long-term Loans and Advances		126.50	191.00
214.09	344.38	Other Non-Current Assets		214.08	344.38
		<b>2 Current assets</b>			
523.96	427.95	Trade Receivables		487.13	262.11
994.06	936.35	Cash and Bank Balances		935.33	904.77
204.52	127.49	Short Term Loans and Advances		166.84	97.74
231.41	290.47	Other Current Assets		56.85	59.18
<b>35,773.07</b>	<b>59,814.69</b>	<b>TOTAL - ASSETS</b>		<b>9,625.48</b>	<b>9,519.93</b>



For, HOV Services Limited



**Surinder Rametra**  
Executive Director  
(DIN:00019714)

Place: Mumbai  
Date: May 13, 2016