



HOV Services Limited. (Consolidated)

Regd. Office: 3rd Floor, Sharada Arcade, Pune Satara Road, Bibwewadi, Pune-411037

Unaudited Consolidated Financial Results for the Quarter ended June 30, 2008

Rs. in millions

Sr. No.	Particulars	Quarter ended June 30,		Year ended March 31,
		2008	2007	2008
		Unaudited	Unaudited	Audited
1	Net Sales/Income from Operations	2,105.04	2,139.63	8,335.11
2	Other Income	3.76	4.57	744.87
3	Total Income	2,108.80	2,144.20	9,079.98
4	Expenditure			
	Staff cost	789.34	1,000.42	4,036.07
	Other expenditure	1126.21	920.76	3,513.47
5	Interest	108.94	118.88	509.26
6	Depreciation	53.86	42.99	169.78
7	Profit (+)/Loss(-) before tax (1+2-4-5-6)	30.45	61.15	851.40
8	Provision for taxation	11.77	11.73	29.39
9	Net Profit (+)/Loss (-) (7-8)	18.68	49.42	822.01
10	Minority Interest	5.39	8.07	277.59
11	Net profit after Minority Interest	13.29	41.35	544.42
12	Paid-up equity share capital (Face Value RS.10/-each)	125.54	125.54	125.54
13	Reserves excluding revaluation reserves	-	-	1,380.54
14	Basic and Diluted EPS (Rs.)	1.06	3.29	43.37
		(Not Annualised)	(Not Annualised)	(Annualised)
15	Aggregate of Non Promoter Shareholding			
	- Number of shares	5,606,114	5,606,114	5,606,114
	- Percentage of shareholding	44.66	44.66	44.66

Notes:

- a) The consolidated financial statements of HOV Services Ltd. (HOVS) and its domestic and foreign subsidiaries are prepared in accordance with Accounting Standard (AS) 21 on Consolidated Financial Statements issued by the Institute of Chartered Accountants of India.
- b) The above consolidated results were reviewed by the Audit Committee and were taken on record at the Board Meeting held on July 30th, 2008. Results for the current quarter have been reviewed by the Auditors of the Company.
- Effective 1st April, 2008, the operations of the foreign subsidiaries are being considered non-integral in view of inter alia changed circumstances arising out of the proposed offer made by certain promoters and shareholders of the Company to acquire the Company's stake in the foreign subsidiaries. Accordingly, in compliance with AS 11 relating to 'Changes in Foreign Exchange rates', the non-monetary items are translated at the closing rates and the resultant exchange loss of Rs.231.72 million has been included in translation reserve as against hitherto being charged to revenue.
- Status of Investor Complaints for the quarter ended June 30, 2008:
Complaints pending at the beginning of the quarter- Nil; Complaints received during the quarter- 1; Complaints disposed off during the quarter - 1; Complaints at the end of the quarter- Nil.
- The Company is engaged in the BPO business of Finance and Accounting Sector. Accordingly, there are no separate reportable segments as per Accounting Standard 17 on "Segment Reporting" issued by The Institute of Chartered Accountants' of India.
- Previous period's figures are regrouped wherever necessary to conform to current period's presentation.

For HOV Services Limited

Place: Mumbai
Date: July 30th, 2008

Ajay Madan
Director