



HOV Services
Exceed Expectations

HOV Services Limited

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

Consolidated Financial Results for the Quarter Ended on June 30, 2010

(Rs. In Lacs, except per share data)

Particulars	Quarter ended June 30,		Year ended March 31,
	2010 Unaudited	2009 Unaudited	2010 Audited
1. Income			
(a) Income from Operations	18,268.81	22,340.69	84,839.35
(b) Foreign Exchange Gain (Net)	77.45	-	-
Total	18,346.26	22,340.69	84,839.35
2. Expenditure			
(a) Employees cost	9,146.08	11,738.22	44,745.99
(b) Depreciation	614.99	612.30	2,521.65
(c) Other Expenditure	6,052.66	7,538.71	27,545.26
(d) Foreign Exchange Loss (Net)	-	22.84	509.46
Total	15,813.73	19,912.07	75,322.36
3. Profit from Operations before Other Income	2,532.53	2,428.62	9,516.99
4. Other Income	24.79	26.77	147.43
5. Profit before Interest and Exceptional Item	2,557.32	2,455.39	9,664.42
6. Interest	736.82	941.07	3,362.52
7. Profit before Tax, Minority Interest and Exceptional Item	1,820.50	1,514.32	6,301.90
8. Tax Expense (Benefit)	55.63	174.36	638.78
9. Profit after Tax before Exceptional Item and Minority Interest	1,764.87	1,339.96	5,663.12
10. Exceptional Item	-	-	13,276.35
11. Net Profit/ (Loss) after Tax, Exceptional Item, and before Minority Interest	1,764.87	1,339.96	(7,613.23)
12. Minority Interest	-	112.82	(29.19)
13. Net Profit/(Loss)	1,764.87	1,227.14	(7,584.04)
14. Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10	1,249.10
15. Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	7,553.55
16. Earnings Per Share (EPS) before Exceptional items Basic & Diluted EPS (not annualised)	14.13	9.82	45.57
17. Earnings Per Share (EPS) after Exceptional items Basic & Diluted EPS (not annualised)	14.13	9.82	(60.72)
18. Public shareholding			
- Number of shares	6,421,943	5,543,091	5,517,669
- Percentage of shareholding	51.41	44.38	44.17
19. 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	6,069,079	6,947,931	6,973,353
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.59	55.62	55.83

Notes:

- a) The consolidated results of HOV Services Ltd. (HOVS) and its domestic and foreign subsidiaries are prepared in accordance with Accounting Standard (AS) 21 on "Consolidated Financial Statements" prescribed by Companies (Accounting Standards) Rules, 2006. Financial results for the current and previous year's quarter have been reviewed by the Auditors of the Company and with regard to the financial results of the subsidiaries consolidated hereinabove, by the Auditors of the respective subsidiary companies.
b) The above consolidated results were reviewed by the Audit Committee and approved at the Board Meeting held on July 22, 2010.
- Status of Investor Complaints for the quarter ended June 30, 2010: Complaints pending at the beginning of the quarter - Nil; Complaints received during the quarter - Nil; Complaints disposed off during the quarter - Nil; 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 AS 17 on "Segment Reporting" prescribed by Companies (Accounting Standards) Rules, 2006.
- Company's standalone Turnover is Rs. 590.70 lakhs; Profit before Tax is Rs. 423.43 lakhs and Profit after Tax is Rs. 423.55 lakhs for the quarter ended June 30, 2010.
- Pursuant to Clause 41 of the Listing Agreement, the Company has published Audited Consolidated financial results. The Audited stand alone financial results of the Company will, however, be available on the Company's web site www.hovservices.com or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- Effective April, 2010, 904,274 shares were reclassified from promoter category to non promoter category resulting in drop in promoters holding from 55.83% to 48.59% and accordingly the public holding has gone up from 44.17% to 51.41%.
- The figures of the current quarter are not comparable since the Group had sold its "Accounts Receivable Management" activities effective January 1, 2010.
- Previous period's/year's figures are regrouped/rearranged wherever considered necessary to conform to current period's/year's presentation.

Place : Pune
Date : July 22, 2010

For **HOV Services Limited**
Surinder Rametra
Executive Director