



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 and Nine Months Ended on December 31, 2010

(Rs. In Lacs, except per share data)

Sr. No.	Particulars	Quarter ended December 31,		Nine Months ended December 31,		Year ended March 31,
		2010 Un-audited	2009 Un-audited	2010 Un-audited	2009 Un-audited	2010 Audited
1.	Income					
	(a) Income from Operations	17,361.90	21,829.19	54,374.25	66,404.20	84,839.35
	(b) Other Operating Income - Foreign Exchange Gain (Net)	—	—	76.83	—	—
		17,361.90	21,829.19	54,451.08	66,404.20	84,839.35
2.	Expenditure					
	(a) Employees cost	8,561.81	12,022.91	26,964.83	35,716.38	44,745.99
	(b) Depreciation	782.26	722.19	2,102.92	1,966.17	2,521.65
	(c) Other expenditure	5,881.05	6,887.46	18,181.79	21,578.28	27,545.26
	(d) Foreign Exchange Loss (Net)	19.38	172.87	—	495.03	509.46
	(e) Total	15,244.50	19,805.43	47,249.54	59,755.86	75,322.36
3.	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,117.40	2,023.76	7,201.54	6,648.34	9,516.99
4.	Other Income	41.40	53.27	97.23	126.34	147.43
5.	Profit before Interest & Exceptional Items (3+4)	2,158.80	2,077.03	7,298.77	6,774.68	9,664.42
6.	Interest	759.44	852.30	2,127.94	2,709.05	3,362.52
7.	Profit before Tax, Minority Interest and Exceptional Item	1,399.36	1,224.73	5,170.83	4,065.63	6,301.90
8.	Tax Expense /(Benefit)	59.87	78.85	197.63	377.50	638.78
9.	Profit after Tax before Exceptional Item and Minority Interest	1,339.49	1,145.88	4,973.20	3,688.13	5,663.12
10.	Exceptional Item	—	—	—	—	13,276.35
11.	Net Profit/ (Loss) after Tax, Exceptional Item and before Minority Interest	1,339.49	1,145.88	4,973.20	3,688.13	(7,613.23)
12.	Minority Interest	—	(48.41)	—	(29.20)	(29.19)
13.	Net Profit /(Loss)	1,339.49	1,194.29	4,973.20	3,717.33	(7,584.04)
14.	Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10	1,249.10	1,249.10	1,249.10
15.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	—	—	—	—	7,262.24
16.	Earnings Per Share (EPS) before Exceptional items Basic & Diluted EPS (not annualised)	10.72	9.56	39.81	29.76	45.57
17.	Earnings Per Share (EPS) after Exceptional items Basic & Diluted EPS (not annualised)	10.72	9.56	39.81	29.76	(60.72)
18.	Earnings Per Share (EPS) considering 10,467,532 class A Preferred units. Basic & Diluted EPS (not annualised)	5.83	5.20	21.66	16.19	(33.03)
19.	Public shareholding					
	— Number of shares	6,421,943	5,543,091	6,421,943	5,543,091	5,517,669
	— Percentage of shareholding	51.41	44.38	51.41	44.38	44.17
20.	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	6,069,079	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	100.00	100.00
	— Percentage of shares (as a % of the total share capital of the company)	48.59	55.62	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 January 27, 2011.
- Status of Investor Complaints for the quarter ended December 31, 2010: Complaints pending at the beginning of the quarter - Nil; Complaints received during the quarter - 2; Complaints disposed off during the quarter -2; Complaints at the end of the quarter - Nil .
- The figures of the current quarter / nine months are not comparable since the Group had sold its "Accounts Receivable Management" activities effective January 1, 2010
- 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" prescribed by Companies (Accounting Standards) Rules, 2006.
- The Company paid two interim dividends of Rs. 2/- each per fully paid up equity share of Rs. 10/- each on August 27, 2010 and on November 18, 2010 respectively amounting to Rs. 582.62 lacs including dividend distribution tax of Rs. 82.98 lacs. The Board of Directors' at above meeting have approved 3rd Interim Dividend of Rs. 2/- per equity share of Rs. 10/- each
- Company's standalone Turnover is Rs. 632.30 lakhs; Profit before Tax is Rs.410.99 lakhs and Profit after Tax is Rs. 411.06 lakhs for the quarter ended December 31, 2010.
- Pursuant to Clause 41 of the Listing Agreement, the Company has published Audited/Reviewed Consolidated financial results. The Audited/Reviewed 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).
- Previous period's/year's figures are regrouped/rearranged wherever considered necessary to conform to current period's/year's presentation.

For **HOV Services Limited**

Sd/-

Parvinder S Chadha

Chairman & Executive Director

Place : Mumbai

Date : January 27, 2011

Size: 33x12 sq. cm