

<b>HOV SERVICES LIMITED</b> <b>Standalone Financial Results for the Quarter and Six months ended on September 30, 2011</b> (Rs. In Lacs, except per share data)					
Particulars	Quarter ended September 30,		Six Months ended September 30,		Year ended March 31,
	2011	2010	2011	2010	2011
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income</b>					
(a) Income from Operations	253.34	589.68	652.53	1,162.78	2,474.01
(b) Foreign Exchange Variation (Net)	28.91	-	32.67	-	-
	<b>282.25</b>	<b>589.68</b>	<b>685.20</b>	<b>1,162.78</b>	<b>2,474.01</b>
<b>2 Expenditure</b>					
(a) Employees cost	185.34	125.11	375.44	249.09	563.07
(b) Depreciation	9.32	9.28	18.37	18.21	37.23
(c) Other expenditure	107.40	83.61	210.01	151.30	306.27
(d) Foreign Exchange Variation (Net)	-	30.23	-	12.63	18.21
(e) Reimbursement of Corporate Charges from Subsidiary	(55.64)	(24.92)	(63.63)	(49.47)	(98.28)
<b>(f) Total</b>	<b>246.42</b>	<b>223.31</b>	<b>540.19</b>	<b>381.76</b>	<b>826.50</b>
<b>3 Profit from Operations before Other Income, Interest (1-2)</b>	<b>35.83</b>	<b>366.37</b>	<b>145.01</b>	<b>781.02</b>	<b>1,647.51</b>
<b>4 Other Income</b>	<b>11.81</b>	<b>11.61</b>	<b>23.75</b>	<b>20.39</b>	<b>22.82</b>
<b>5 Profit before Interest (3+4)</b>	<b>47.64</b>	<b>377.98</b>	<b>168.76</b>	<b>801.41</b>	<b>1,670.33</b>
<b>6 Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>7 Profit after Interest (5-6)</b>	<b>47.64</b>	<b>377.98</b>	<b>168.76</b>	<b>801.41</b>	<b>1,670.33</b>
<b>8 Tax expense</b>	<b>19.78</b>	<b>2.53</b>	<b>58.29</b>	<b>2.41</b>	<b>9.02</b>
<b>9 Net Profit from Ordinary Activities after tax (7-8)</b>	<b>27.86</b>	<b>375.45</b>	<b>110.47</b>	<b>799.00</b>	<b>1,661.31</b>
<b>10 Paid-up equity share capital (Face Value of Rs. 10 each)</b>	<b>1,249.10</b>	<b>1,249.10</b>	<b>1,249.10</b>	<b>1,249.10</b>	<b>1,249.10</b>
<b>11 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,917.11</b>
<b>12 Earnings Per Share (EPS)</b>					
Basic and diluted EPS for the period and for the previous year (not to be annualized)	0.22	3.01	0.88	6.40	13.30
<b>13 Public shareholding</b>					
- Number of shares	64,21,943	64,21,943	64,21,943	64,21,943	64,21,943
- Percentage of shareholding	51.41	51.41	51.41	51.41	51.41
<b>14 Promoters and promoter group Shareholding</b>					
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	60,69,079	60,69,079	60,69,079	60,69,079	60,69,079
- 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	48.59	48.59	48.59	48.59

**Notes:**

- The above results were reviewed by the Audit Committee and approved at the Board Meeting held on November 7, 2011. Results for the current and previous year's quarter have been reviewed by the Auditors of the Company.

**2 STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

Particulars	(Rs. in Lacs)	
	As at	As at
	30.9.2011	30.9.2010
	Unaudited	Unaudited
<b>SHAREHOLDERS FUND :</b>		
(a) Capital	1,249.10	1,249.10
(b) Reserves and Surplus	7,027.58	6,927.29
DEFERED TAX LIABILITY- NET	28.84	29.34
<b>TOTAL</b>	<b>8,305.52</b>	<b>8,205.73</b>
<b>FIXED ASSETS</b>	<b>135.38</b>	<b>152.23</b>
INVESTMENT	7,061.56	7,061.11
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>		
(a) Sundry Debtors	294.31	759.01
(b) Cash and Bank Balances	508.64	36.26
(c) Loans and Advances	470.03	311.38
<b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>		
(a) Liabilities	88.30	94.39
(b) Provisions	76.10	19.87
<b>TOTAL</b>	<b>8,305.52</b>	<b>8,205.73</b>

- Status of Investor Complaints for the quarter ended September 30, 2011:  
Complaints pending at the beginning of the quarter - Nil ; Complaints received during the quarter - 3 ; Complaints disposed off during the quarter -3 ; 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" by Companies (Accounting Standards) Rules, 2006.
- a) As of April 29, 2011 the Company completed merger of its indirect subsidiary HOV Services, LLC with SOURCECORP, Inc. The new name of the combined entity is SourceHOV, Inc., which is 50% controlled by HOVS and having financial interest of 27.2%.  
b) Pursuant to service agreements entered in to with the aforesaid Joint Venture, the rates for the services rendered by the Company have been revised impacting the standalone financials results.
- 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/-

**Sunil Rajadhyaksha**  
Chairman & Executive Director

Place: Mumbai  
Date: November 7, 2011