

HOVS

HOV Services Limited

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

Audited Results for the Quarter and Year Ended on December 31, 2012

PART I

(Rs. In Lacs, except per share data)

Consolidated		Particulars	Standalone				
Year Ended December 31	Nine Months Period Ended December 31		Quarter Ended December 31	Quarter Ended September 30	Quarter Ended December 31	Year Ended December 31	Nine Months Period Ended December 31
2012	2011		2012	2012	2011	2012	2011
Audited	Audited		Audited*	Unaudited	Unaudited	Audited	Audited
1,401.97	1,054.18	1 Income from operations					
—	45.89	(a) Income from operations	321.97	263.56	288.48	1,135.98	941.01
		(b) Other operating income	8.03	—	13.22	—	45.89
1,401.97	1,100.07	Total income from operations (Net)	330.00	263.56	301.70	1,135.98	986.90
		2 Expenses					
211.98	—	(a) Cost of materials	—	—	—	—	—
965.88	575.79	(b) Employee benefits expense	223.34	228.51	199.68	876.07	576.51
49.93	27.61	(c) Depreciation and amortisation expense	8.27	8.12	9.24	34.21	27.62
86.91	70.00	(d) Rent expenses	28.33	28.42	23.37	90.77	70.00
279.01	280.46	(e) Other expenses	71.32	82.45	89.52	320.55	252.90
—	—	(f) Reimbursement of corporate charges	(65.37)	(65.69)	(61.72)	(257.07)	(125.35)
1,593.71	953.86	Total expenses	265.89	281.81	260.09	1,064.53	801.68
(191.74)	146.21	3 Profit/(Loss) from operations before other income, finance costs (1-2)	64.11	(18.25)	41.61	71.45	185.22
155.79	52.86	4 Other income	31.58	35.95	29.11	147.28	54.26
(35.95)	199.07	5 Profit/(Loss) from ordinary activities before finance costs (3+4)	95.69	17.70	70.72	218.73	239.48
—	—	6 Finance costs	—	—	—	—	—
(35.95)	199.07	7 Profit/(Loss) from ordinary activities before tax (5-6)	95.69	17.70	70.72	218.73	239.48
76.40	79.46	8 Tax expense	35.72	5.66	21.17	76.40	79.46
(112.35)	119.61	9 Net Profit/(Loss) for the year before minority interest and before profit/(loss) of associates (7-8)	59.97	12.04	49.55	142.33	160.02
(88.01)	—	10 Minority interest	—	—	—	—	—
(24.34)	119.61	11 Net Profit/(Loss) for the year after minority interest but before profit/(loss) of associates (9-10)	59.97	12.04	49.55	142.33	160.02
512.32	(1,043.33)	12 Share of profit/(Loss) of associates	—	—	—	—	—
487.98	(923.72)	13 Net Profit/(Loss) after taxes, minority interest and share of profit / (Loss) of associates (11+12)	59.97	12.04	49.55	142.33	160.02
1,249.10	1,249.10	14 Paid-up equity share capital (Face Value of Rs. 10 each)	1,249.10	1,249.10	1,249.10	1,249.10	1,249.10
20,184.67	20,473.77	15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				7,219.47	7,077.13
3.91	(7.40)	16 Basic & Diluted Earnings per share of (Rs. 10 each) (not annualized)	0.48	0.10	0.40	1.14	1.28
See accompanying note to the financial results							

PART II

Select Information for the Quarter and Year Ended on December 31, 2012

	Particulars	Quarter Ended December 31	Quarter Ended September 30	Quarter Ended December 31	Year Ended December 31	Nine Months Period Ended December 31
		2012	2012	2011	2012	2011
		Audited	Unaudited	Unaudited	Audited	Audited
A	PARTICULARS OF SHAREHOLDING					
	Public shareholding					
	— Number of shares	64,01,943	64,01,943	64,06,943	64,01,943	64,06,943
	— Percentage of shareholding	51.25	51.25	51.29	51.25	51.29
	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	60,89,079	60,89,079	60,84,079	60,89,079	60,84,079
	— 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)	48.75	48.75	48.71	48.75	48.71
B	INVESTOR COMPLAINTS FOR CURRENT QUARTER ENDED DECEMBER 31, 2012					
	Pending at the beginning of the quarter:- Nil; Received during the quarter:- Nil; Disposed off during the quarter:- Nil; Remaining unresolved at the end of the quarter:- Nil					

(Rs. In Lakhs)

Segment wise Revenue, Results and Capital Employed - Consolidated	
Particulars	Year Ended December 31, 2012
Segment Revenue :	
(a) Software and IT Enabled Services	1,135.37
(b) Environment Solutions Business	266.60
Net sales/Income From Operations	1,401.97
Segment Results Profit/(Loss) before tax and interest from segment:	
(a) Software and IT Enabled Services	582.82
(b) Environment Solutions Business	(174.23)
(c) Unallocated	155.79
Total Profit/(Loss) Before Tax	564.38
Capital Employed	
(a) Software and IT Enabled Services	21,120.12
(b) Environment Solutions Business	128.53
(c) Unallocated	185.12
Total	21,433.77

Notes:

- The above results were reviewed by the Audit Committee and approved at the Board Meeting held on February 27, 2013.
- Other Income includes rental income of Rs.19.46 lakhs adjusted for finance & other borrowing cost of Rs. 20.50 lakhs and amortisation expense of Rs. 3.13 lakhs.
- *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 third quarter of the current financial year.
- During the current year, Company through its step down subsidiary HOV Environment Solutions Pvt. Ltd. has started new business operations of Environmental protection and consultancy services. Accordingly, two separate business segments viz. a) Software and IT Enabled Services b) Environment solutions Business have been identified.
- The Company had completed the merger of its indirect subsidiary i.e. HOV Services, LLC with SOURCECORP, Inc on April 29, 2011. The new name of the combined entity is SourceHOV, LLC., in which the Company's financial interest is 27.2% and has been consolidated as an associate.
- Current year's figures are not comparable with those of the previous year since i) Current year's figures are for 12 months whereas previous year were for 9 months and ii) Commencement of Environment business as sated in note 4 above.
- Previous periods' figures are regrouped/rearranged wherever considered necessary to conform to current year's/periods' presentation.

For, HOV Services Limited

Sd/-

Sunil Rajadhyaksha
Chairman & Executive Director

Place : Mumbai
Date : February 27, 2013