

CHOLAMANDALAM DBS FINANCE LIMITED
Registered Office : DARE HOUSE, 2, NSC Bose Road, Chennai - 600 001.
Unaudited Financial Results (Provisional)
for the quarter and nine months ended December 31, 2006

(Rupees in lakh)

Particulars	Unaudited		Unaudited		Audited
	Quarter ended		Nine months ended		Previous year ended
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	31.03.2006
1. Income from operations (Note 3)	10,771	5,073	24,634	16,477	21,955
2. Other income	154	16	176	79	135
3. Total expenditure					
a) Staff cost	1,061	432	2,401	1,350	1,814
b) Business origination outsourcing	1,884	377	3,487	1,042	1,500
c) Other operating expenses (Note 3)	929	325	2,120	1,476	1,688
4. Interest	4,893	2,544	11,955	7,104	9,936
5. Depreciation	138	121	389	338	417
6. Provisions, loan losses and other charges	942	380	2,092	1,273	2,131
7. Profit before tax (1+2-3-4-5-6)	1,078	910	2,366	3,973	4,604
8. Provision for taxation					
- Current (including fringe benefit tax)	457	285	978	959	1,183
- Deferred	(102)	5	(165)	6	(100)
9. Net profit (7-8)	723	620	1,553	3,008	3,521
10. Paid-up equity share capital (Rs.10/- per share)	3,801	3,801	3,801	3,801	3,801
11. Reserves excluding revaluation reserves					27,772
12. Basic and diluted earnings per share (Rs) - not annualised	1.91	1.58	4.09	7.77	9.12
13. Aggregate of public shareholding					
- Number of shares			9502506	9633651	9502506
- Percentage of shareholding			25.04	25.39	25.04

- The above statement of Unaudited Financial Results (Provisional) for the quarter and nine months ended December 31, 2006 was reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on January 24, 2007.
- The Statutory Auditors of the Company have carried out a Limited Review of the Unaudited Financial Results for the quarter and nine months ended December 31, 2006.
- Income from Operations for the nine months ended December 31, 2005 and for the year ended March 31, 2006, includes Rs. 1,454 lakh of gain on sale of certain long term investments. Other operating expenses for the nine months ended December 31, 2005 include Rs 450 lakh of estimated non-recurring expenses and for the year ended March 31, 2006 include Rs 249 lakh of non recurring expenses.
- During the nine months ended December 31, 2006, the Company has made net additional investment of Rs 500 lakh in one of its subsidiaries, DBS Cholamandalam Asset Management Limited.
- The Company is primarily engaged in the business of financing. This, in the context of Accounting Standard 17 on Segment Reporting, issued by the ICAI, is considered to constitute a single primary segment.
- The company has obtained a fresh certificate of registration dated December 11, 2006 from the Reserve Bank of India to carry on the business of non banking financial institution without accepting public deposits consequent to its decision to exit from deposit accepting activities effective November 1, 2006.
- During the quarter ended December 31, 2006, no investor complaints was received. There were no unresolved complaints either in the beginning or at the end of the current quarter.
- Previous period figures have been regrouped wherever necessary to conform to the current quarter presentation.

Place : Chennai
Date : January 24, 2007

Atul Pande
Managing Director

visit us at www.choladbs.com