

**CHOLAMANDALAM DBS FINANCE LIMITED**  
**Registered Office : DARE HOUSE, 2, NSC Bose Road, Chennai - 600 001.**  
**Unaudited Financial Results (Provisional)**  
**for the three months ended June 30, 2006**

*(Rupees in lakh)*

Particulars	Unaudited		Audited
	Three months ended		Previous year ended
	30.06.2006	30.06.2005	31.03.2006
1. Income from operations (Note 3)	6,060	4,926	21,955
2. Other Income	-	5	135
3. Total Expenditure			
a) Staff Cost (Note 4)	580	475	1,814
b) Business origination Outsourcing	557	273	1,500
c) Other Operating expenses	537	317	1,688
4. Interest	3,219	2,199	9,936
5. Depreciation	89	129	417
6. Provisions, loan losses and other charges	526	386	2,131
7. Profit before tax (1+2-3-4-5-6)	552	1,152	4,604
8. Provision for taxation			
- Current (including Fringe Benefit Tax)	241	414	1,183
- Deferred	(42)	(14)	(100)
9. Net profit (9-10)	353	752	3,521
10. Paid-up equity share capital (Rs.10/- per share)	3,801	3,801	3,801
11. Reserves excluding revaluation reserves			27,772
12. Basic and diluted earnings per share (Rs) - not annualised	0.93	1.93	9.12
13. Aggregate of Non Promoter Shareholding			
- Number of Shares	9502506	16940016	9502506
- Percentage of Shareholding	25.04	44.64	25.04

- The above statement of Unaudited Financial Results (Provisional) for the three months ended June 30, 2006 was reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on July 21, 2006.
- The Statutory Auditors of the Company have carried out a Limited Review of the Unaudited Financial Results for the three months ended June 30, 2006.
- Income from Operations for the year ended March 31, 2006, includes Rs. 1,454 lakhs of gain on sale of certain long term investments.
- The Company has implemented Accounting Standard 15 (revised 2005) on Employee Benefits issued by the Institute of Chartered Accountants of India (ICAI) which is applicable from April 1, 2006, and pursuant thereof an additional provision of Rs.30 lakhs for the current quarter has been charged to Staff Cost. The Transitional Adjustments to Opening Reserves will be dealt with in the Annual Accounts.
- 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.
- During the quarter ended June 30, 2006, no investor complaints were received. There are no unresolved complaints either in the beginning or the end of the current quarter.
- The name of the Company has been changed from Cholamandalam Investment and Finance Company Limited to Cholamandalam DBS Finance Limited effective April 12, 2006, after obtaining the necessary regulatory approvals.
- Previous period figures have been regrouped wherever necessary to conform to the current quarter presentation.

Place : Chennai  
Date : July 21, 2006

**Atul Pande**  
**Managing Director**

visit us at [www.choladbs.com](http://www.choladbs.com)