

CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY 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, 2005

(Rupees in lakh)

Particulars	Unaudited		Unaudited		Audited
	Quarter ended		Nine months ended		Previous Year ended
	31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.03.2005
1. Income from Operations (Note 4)	5,073	5,163	16,477	16,204	21,464
2. Other Income	16	2	79	2	7
3. Total Expenditure					
a) Staff remuneration	405	333	1,286	1,049	1,390
b) Business origination outsourcing	356	377	986	1,321	1,771
c) Other operating expenses (Note 4)	373	376	1,596	1,089	1,469
4. Interest	2,544	2,142	7,104	6,386	8,452
5. Depreciation	121	197	338	791	934
6. Provisions, loan losses and other charges	380	557	1,273	1,710	2,299
7. Profit before tax (1+2-3-4-5-6)	910	1,183	3,973	3,860	5,156
8. Provision for taxation					
- Current (including fringe benefit tax)	285	415	959	1,414	1,925
- Deferred	5	(10)	6	(134)	(176)
9. Net profit (7-8)	620	778	3,008	2,580	3,407
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					26,474
12. Basic and diluted earnings per share (Rs) - not annualis	1.58	2.00	7.77	6.92	9.04
13. Aggregate of non-promoter shareholding (Note 5)					
- Number of shares			9633651	16940016	16940016
- Percentage of shareholding			25.39	44.64	44.64

1. The above statement of Unaudited Financial Results (Provisional) was approved by the Board of Directors at their meeting held on January 27, 2006.
2. The Statutory Auditors of the Company have carried out a Limited Review of the Unaudited Financial Results for the nine months ended December 31, 2005.
3. The Company is engaged primarily in the business of financing and accordingly there are no reportable segments.
4. Income from Operations for the nine months includes Rs.1454 lakh of gain on sale of long term investments (Rs.217 lakh for the nine months ended December 31, 2004). Other operating expenses for the nine months include Rs.450 lakh of estimated non-recurring professional and other expenses.
5. The Open Offer by DBS Bank Limited, Singapore (DBS) to acquire upto 20% of the paid up equity capital of the Company closed on November 5, 2005. Of the 20.21% offered by the non-promoter shareholders, DBS has accepted 20% of the equity capital of the Company. Further, in January 2006, DBS has acquired 17.48% of the paid up equity capital from Tube Investments of India Ltd (TII).
6. Pursuant to the equity acquisition by DBS and in terms of the Shareholders Agreement between TII, DBS and the Company, the Board has been re-constituted.
7. Subject to the approval of the shareholders, the Board has approved the change of name of the Company to Cholamandalam DBS Finance Limited and amendments to the Memorandum and the Articles of Association of the Company. The Board has further approved a postal ballot notice to be sent to the shareholders of the Company for approving the name change and the said amendments.
8. In January 2006, the Company has sold its long term investment of 1,55,00,000 equity shares of Cholamandalam MS General Insurance Company Limited at book value.
9. During the quarter, the company received 9 complaints from the shareholders which were duly resolved. There were no unresolved complaints either at the beginning or at the end of the quarter.
10. Previous period figures have been regrouped wherever necessary to conform with current period presentation.

On behalf of the Board

Place : Chennai
Date : January 27, 2006

M. Anandan
Managing Director

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