

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, 2008

(Rupees in lakhs)

Particulars	Standalone			Consolidated		
	Unaudited		Audited	Unaudited		Audited
	Quarter ended		Previous year ended	Quarter ended		Previous year ended
	30.06.2008	30.06.2007	31.03.2008	30.06.2008	30.06.2007	31.03.2008
1. Income from operations	31,938	16,811	89,128	32,894	17,507	94,546
2. Other income	-	-	45	9	7	64
3. Total Income (1+2)	31,938	16,811	89,173	32,903	17,514	94,610
4. Expenditure						
a) Employees cost	2,595	1,614	7,515	3,461	2,096	10,568
b) Business origination outsourcing	4,566	2,735	13,050	4,627	2,788	13,528
c) Other operating expenses	2,179	1,404	7,223	2,814	1,819	10,006
d) Depreciation	433	151	1,619	513	178	1,843
e) Provisions, loan losses and other charges	7,670	1,848	12,838	7,791	1,852	12,963
f) Total	17,443	7,752	42,245	19,206	8,733	48,908
5. Interest	13,969	7,739	37,834	13,980	7,741	37,885
6. Exceptional items	-	-	-	-	-	-
7. Profit / (Loss) from Ordinary Activities before tax (3) - (4+5+6)	526	1,320	9,094	(283)	1,040	7,817
8. Tax expense (including FBT and net of deferred tax)	211	484	3,157	381	502	3,084
9. Net Profit / (Loss) from Ordinary Activities after tax (7 - 8)	315	836	5,937	(664)	538	4,733
10. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
11. Net Profit / (Loss) for the period (9 - 10)	315	836	5,937	(664)	538	4,733
12. Paid-up equity share capital (Rs.10/- per share)	5,224	3,801	5,224	5,224	3,801	5,224
13. Reserves excluding revaluation reserves			50,638			47,686
14. Earnings Per Share (EPS) - not annualised- before and after extraordinary items (in Rs.)						
a) Basic	0.60	2.05	13.04	(1.27)	1.33	10.40
b) Diluted	0.53	2.05	12.38	(1.27)	1.33	9.87
15. Public shareholding						
- Number of shares	13,065,942	9,502,506	13,065,942	13,065,942	9,502,506	13,065,942
- Percentage of shareholding	25.04	25.04	25.04	25.04	25.04	25.04

- The above statement of Unaudited Financial Results (Provisional) for the quarter ended June 30, 2008 was reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 30, 2008. The same have also been subjected to a limited review by the Statutory Auditors.
- The Company allotted on rights basis 14,229,929 shares of Rs 10 each at a premium of Rs 130 per share aggregating to Rs 19,921.90 lakhs on November 6, 2007. The allottees also received one detachable warrant for every equity share allotted.
The Board of Directors vide their resolution dated July 14, 2008 called for the conversion of the warrants at an exercise price of Rs 95 per warrant computed in line with the warrant conversion formula specified in the Rights Issue Offer Document dated September 15, 2007. The Board of Directors have fixed July 30, 2008 as the record date for this purpose. The warrant exercise period will commence on August 2, 2008 and will conclude on September 1, 2008.
- During the current quarter, the Compensation and Nomination Committee at its meeting held on April 25, 2008 approved a grant of 468,740 options to certain employees of the Company and its subsidiaries. Each option is exercisable for one equity share of Rs 10 each on payment of the requisite exercise price to the Company being a price of Rs 191.80 per share. All these options vest over a period of 4 years. The total outstanding options as at June 30, 2008 including those granted during the previous year is 1,362,338.
- Basic and Diluted Earnings Per Share has been computed in accordance with Accounting Standard (AS) 20 on Earnings Per share.
- Segmental Reporting: The Company is primarily engaged in the business of financing. All the activities of the Company revolve around the main business in India. As such there are no separate reportable segments as per AS-17 "Segment Reporting" in respect of the Company. The Segmental Reporting in respect of the Consolidated Accounts is given in Appendix 1.
- During the current quarter, 4 investor complaints were received and resolved within the quarter. There were no unresolved investor complaints pending either in the beginning or at the end of the quarter.
- Previous period figures have been regrouped wherever necessary to conform to the current quarter presentation.

On behalf of the Board

Place : Chennai
Date : July 30, 2008

Atul Pande
Managing Director