

**Edelweiss Capital Limited**

Registered Office: 14th Floor, Express Towers, Nariman Point, Mumbai - 400 021

Tel: +91-22-22864400 Fax: +91-22-22864278

Website : www.edelcap.com


**Consolidated Financial Results for the quarter and year ended 31 March 2010**

(Rs. in Crores)

Particulars	Quarter Ended		Year Ended	
	March 31, 2010 (Unaudited)	March 31, 2009 (Unaudited)	March 31, 2010 (Audited)	March 31, 2009 (Audited)
Fee and commission income	117.20	40.06	350.40	244.12
Income from treasury operations	33.94	50.85	245.46	251.17
Income from investments and dividend	0.10	11.13	34.26	69.74
Interest income	108.25	78.04	338.91	331.46
<b>1 Income from Operations</b>	<b>259.49</b>	<b>180.08</b>	<b>969.03</b>	<b>896.49</b>
2 Other Operating Income	2.93	3.31	8.77	4.01
<b>3 Total Income (1+2)</b>	<b>262.42</b>	<b>183.39</b>	<b>977.80</b>	<b>900.50</b>
Expenditure				
a. Operating cost	80.35	58.24	276.30	252.94
b. Employees cost	46.47	29.85	162.17	165.94
c. Interest and Finance charges	56.94	21.62	194.28	134.93
d. Depreciation	3.93	5.70	12.25	17.66
<b>4 Total expenditure</b>	<b>187.69</b>	<b>115.41</b>	<b>645.00</b>	<b>571.47</b>
<b>5 Profit / (Loss) before tax (3-4)</b>	<b>74.73</b>	<b>67.98</b>	<b>332.80</b>	<b>329.03</b>
6 Tax expenses	18.40	23.69	87.92	119.91
<b>7 Net Profit / (Loss) after tax before minority interest (5-6)</b>	<b>56.33</b>	<b>44.29</b>	<b>244.88</b>	<b>209.12</b>
8 Share of minority interest in profits	4.07	3.36	15.72	22.68
<b>9 Net Profit / (Loss) after minority interest (7-8)</b>	<b>52.26</b>	<b>40.93</b>	<b>229.16</b>	<b>186.44</b>
10 Paid-up equity share capital (Face Value of Rs 5/- Per Share)	37.54	37.47	37.54	37.47
11 Reserves excluding Revaluation Reserves			2,217.94	2,076.62
12 Earnings Per Share (EPS) in Rupees				
- Basic (Not annualised)	6.96	5.46	30.56	24.88
- Diluted (Not annualised)	6.69	5.33	29.37	24.28
13 Public shareholding				
- Number of shares	46,500,324	46,361,586	46,500,324	46,361,586
- Percentage of shareholding	61.94%	61.87%	61.94%	61.87%
14 Promoters & promoter group shareholding				
a) Pledged/ Encumbered				
- Number of shares	2,760,000	Nil	2,760,000	Nil
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	9.66%	Nil	9.66%	Nil
- Percentage of shares (as a % of total share capital of the company)	3.68%	Nil	3.68%	Nil
b) Non-encumbered				
- Number of shares	25,811,569	28,571,569	25,811,569	28,571,569
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	90.34%	100.00%	90.34%	100.00%
- Percentage of shares (as a % of total share capital of the company)	34.38%	38.13%	34.38%	38.13%

**Standalone Financial Results for the quarter and year ended 31 March 2010**

(Rs. in Crores)

Particulars	Quarter Ended		Year Ended	
	March 31, 2010 (Unaudited)	March 31, 2009 (Unaudited)	March 31, 2010 (Audited)	March 31, 2009 (Audited)
<b>1 Income from Operations</b>	<b>73.19</b>	<b>41.24</b>	<b>244.12</b>	<b>191.39</b>
2 Other Operating Income	0.03	0.30	1.41	0.35
<b>3 Total Income</b>	<b>73.22</b>	<b>41.54</b>	<b>245.53</b>	<b>191.74</b>
Expenditure				
a. Operating cost	13.20	6.67	36.15	30.09
b. Employees cost	6.49	5.73	28.14	28.37
c. Interest and Finance charges	36.08	18.23	137.22	97.82
d. Depreciation	0.49	1.74	1.67	4.38
<b>4 Total expenditure</b>	<b>56.26</b>	<b>32.37</b>	<b>203.18</b>	<b>160.66</b>
<b>5 Profit / (Loss) before tax (3-4)</b>	<b>16.96</b>	<b>9.17</b>	<b>42.35</b>	<b>31.08</b>
6 Tax expenses	3.40	(1.28)	8.14	4.71
<b>7 Net Profit / (Loss) after tax (5-6)</b>	<b>13.56</b>	<b>10.45</b>	<b>34.21</b>	<b>26.37</b>
8 Paid-up equity share capital (Face Value of Rs 5/- Per Share)	37.54	37.47	37.54	37.47
9 Reserves excluding Revaluation Reserves			1,270.70	1,317.36
10 Earnings Per Share (EPS) in Rupees				
- Basic (Not annualised)	1.80	1.39	4.56	3.52
- Diluted (Not annualised)	1.73	1.36	4.38	3.43
11 Debt Service Coverage Ratio (DSCR) *			0.18	
12 Interest Service Coverage Ratio (ISCR) **			1.31	
13 Public shareholding				
- Number of shares	46,500,324	46,361,586	46,500,324	46,361,586
- Percentage of shareholding	61.94%	61.87%	61.94%	61.87%
14 Promoters & promoter group shareholding				
a) Pledged/ Encumbered				
- Number of shares	2,760,000	Nil	2,760,000	Nil
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	9.66%	Nil	9.66%	Nil
- Percentage of shares (as a % of total share capital of the company)	3.68%	Nil	3.68%	Nil
b) Non-encumbered				
- Number of shares	25,811,569	28,571,569	25,811,569	28,571,569
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	90.34%	100.00%	90.34%	100.00%
- Percentage of shares (as a % of total share capital of the company)	34.38%	38.13%	34.38%	38.13%

\* DSCR = Profit before interest and tax / (Gross interest expense + Principal repayment in next six months)

\*\* ISCR = Profit before interest and tax / Gross Interest expense

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### Notes:

- The consolidated and standalone financial results of Edelweiss Capital Limited ("ECL" or "the Company") for the quarter and year ended 31 March 2010 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 21 May 2010.
- The Company conducts its operations along with its subsidiaries and associates. The consolidated financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated accounts as set out in the Accounting Standards (AS 21 and AS 23) prescribed by Companies (Accounting Standards) Rules, 2006. The financial statements of the holding company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances, transactions and resulting unrealised gains / losses. The investment in associates is accounted on "Equity Method". The consolidated financial statements are prepared by applying uniform accounting policies.
- CRISIL has assigned the rating of 'P1+' (pronounced 'P one Plus') to the Short Term Debt Programmes of ECL for Rs.1,500 crores. ICRA has assigned the rating 'LAA-' (pronounced 'L double A minus') to the Long Term Debt Programme of ECL for Rs.450 crores, the rating 'LAA- pp' (pronounced 'L double A Minus Principal Protected') to the Long Term Equity Linked Debenture Programme of ECL for Rs.25 crores and the rating 'LAA- pn' (pronounced 'L double A Minus Principal Not Protected') to the Long Term Equity Linked Debenture Programme of ECL for Rs.80 crores. The ratings as mentioned for these Programmes / Issues continue to remain in force.
- During the quarter, the Company has granted 5,000 options under Employee Stock Option Scheme, 29,550 stock options have been exercised and 34,200 equity shares have been allotted. 7,766,167 stock options are outstanding as at the end of the quarter.
- During the year, the Company had declared and paid interim dividend of Rs 2 per equity share (on face value of Rs. 5).
- The Board of Directors has recommended final dividend of Rs. 3 per equity share (on face value of Rs. 5) for the financial year 2009-10. In addition, as the Company is completing its fifteenth year, the Board of Directors on this occasion has also proposed a special dividend of Rs. 5 per equity share (on face value of Rs. 5). The payment of final and special dividend is subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

### 7 Consolidated Segment Results

Particulars	(Rs. in Crores)			
	Quarter Ended		Year Ended	
	March 31, 2010 (Unaudited)	March 31, 2009 (Unaudited)	March 31, 2010 (Audited)	March 31, 2009 (Audited)
<b>1 Segment revenue [Total income]</b>				
Agency	120.89	73.28	438.68	363.00
Capital Based	143.67	110.14	534.36	535.35
Unallocated	(2.14)	(0.03)	4.76	2.15
<b>Total income</b>	<b>262.42</b>	<b>183.39</b>	<b>977.80</b>	<b>900.50</b>
<b>2 Segment results [Profit / (Loss) before tax]</b>				
Agency	87.15	34.52	216.44	208.65
Capital Based	37.39	37.35	245.18	250.87
Unallocated	(49.81)	(3.89)	(128.82)	(130.49)
<b>Profit / (Loss) before tax</b>	<b>74.73</b>	<b>67.98</b>	<b>332.80</b>	<b>329.03</b>
<b>3 Capital employed [Segment assets - Segment liabilities]</b>				
Agency	1,057.26	1,079.04	1,057.26	1,079.04
Capital Based	1,325.73	871.61	1,325.73	871.61
Unallocated	(125.62)	164.72	(125.62)	164.72
<b>Total capital employed</b>	<b>2,257.37</b>	<b>2,115.37</b>	<b>2,257.37</b>	<b>2,115.37</b>

The Company has made its consolidated segment reporting to meaningfully represent its business lines. Agency includes broking, advisory and product distribution services; Capital includes income from treasury operations, investment income and wholesale financing. Segment data for previous financial year/period has been reclassified to conform to current financial year/period presentation.

### 8 Standalone Segment Results

Particulars	(Rs. in Crores)			
	Quarter Ended		Year Ended	
	March 31, 2010 (Unaudited)	March 31, 2009 (Unaudited)	March 31, 2010 (Audited)	March 31, 2009 (Audited)
<b>1 Segment revenue [Total income]</b>				
Agency	47.30	3.76	90.09	24.22
Holding Company activities	25.90	37.92	154.03	167.51
Others	0.02	(0.14)	1.41	0.01
<b>Total income</b>	<b>73.22</b>	<b>41.54</b>	<b>245.53</b>	<b>191.74</b>
<b>2 Segment results [Profit / (Loss) before tax]</b>				
Agency	38.91	0.05	71.05	4.14
Holding Company activities	(18.39)	8.78	(17.27)	39.04
Others	(3.56)	0.34	(11.43)	(12.10)
<b>Profit / (Loss) before tax</b>	<b>16.96</b>	<b>9.17</b>	<b>42.35</b>	<b>31.08</b>
<b>3 Capital employed [Segment assets - Segment liabilities]</b>				
Agency	19.31	(4.18)	19.31	(4.18)
Holding Company activities	1,332.94	1,355.42	1,332.94	1,355.42
Others	(42.12)	4.86	(42.12)	4.86
<b>Total capital employed</b>	<b>1,310.13</b>	<b>1,356.10</b>	<b>1,310.13</b>	<b>1,356.10</b>

Agency includes investment banking; Holding Company activities include group funds management; Others include unallocated items.

- There were no investor complaints outstanding at the beginning of the quarter. During the quarter, the Company received 5 investor complaints and has resolved all of these, with no complaint pending as at the end of the quarter.
- The previous financial year/period figures have been regrouped/reclassified wherever necessary to conform to current financial year/period presentation.
- The standalone and consolidated results will be available on the Company's website - www.edelcap.com

On behalf of the Board of Directors

Rashesh Shah  
Chairman

Mumbai, 21 May 2010.