

Consolidated Unaudited Financial Results for the quarter and half year ended 30 September 2009

(Rs. in Crores)

| Particulars | Quarter Ended | | Half Year Ended | | Year Ended |
|---|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------|
| | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | March 31, 2009 (Audited) |
| Fee and commission income | 80.23 | 67.76 | 147.28 | 156.41 | 244.12 |
| Income from treasury, arbitrage and trading | 71.77 | 85.31 | 150.79 | 155.56 | 251.17 |
| Income from investments and dividend | 20.46 | 11.45 | 28.78 | 45.17 | 69.74 |
| Interest income | 88.03 | 84.43 | 156.28 | 160.74 | 331.46 |
| 1 Income from Operations | 260.49 | 248.95 | 483.13 | 517.88 | 896.49 |
| 2 Other Operating Income | 0.08 | 0.64 | 2.04 | 0.64 | 4.01 |
| 3 Total Income (1+2) | 260.57 | 249.59 | 485.17 | 518.52 | 900.50 |
| Expenditure | | | | | |
| a. Operating cost | 62.27 | 72.29 | 127.42 | 138.08 | 254.17 |
| b. Employees cost | 39.32 | 48.20 | 78.47 | 97.90 | 165.94 |
| c. Interest and Finance charges | 59.83 | 42.32 | 90.93 | 86.20 | 133.70 |
| d. Depreciation | 2.91 | 4.43 | 5.67 | 7.77 | 17.66 |
| 4 Total expenditure | 164.33 | 167.24 | 302.49 | 329.95 | 571.47 |
| 5 Profit / (Loss) before tax (3-4) | 96.24 | 82.35 | 182.68 | 188.57 | 329.03 |
| 6 Tax expenses (including Deferred and Fringe Benefit Tax) | 27.13 | 32.48 | 52.06 | 68.60 | 119.91 |
| 7 Net Profit / (Loss) after tax before minority interest (5-6) | 69.11 | 49.87 | 130.62 | 119.97 | 209.12 |
| 8 Share of minority interest in profits | 4.04 | 6.27 | 7.30 | 12.59 | 22.68 |
| 9 Net Profit / (Loss) after minority interest (7-8) | 65.07 | 43.60 | 123.32 | 107.38 | 186.44 |
| 10 Paid-up equity share capital (Face Value of Rs 5/- Per Share) | 37.50 | 37.47 | 37.50 | 37.47 | 37.47 |
| 11 Reserves excluding Revaluation Reserves | | | | | 2,076.62 |
| 12 Earnings Per Share (EPS) in Rupees | | | | | |
| - Basic (Not annualised) | 8.68 | 5.82 | 16.45 | 14.33 | 24.88 |
| - Diluted (Not annualised) | 8.41 | 5.56 | 15.93 | 13.69 | 24.28 |
| 13 Public shareholding | | | | | |
| - Number of shares | 46,432,672 | 46,361,586 | 46,432,672 | 46,361,586 | 46,361,586 |
| - Percentage of shareholding | 61.91% | 61.87% | 61.91% | 61.87% | 61.87% |

Standalone Unaudited Financial Results for the quarter and half year ended 30 September 2009

(Rs. in Crores)

| Particulars | Quarter Ended | | Half Year Ended | | Year Ended |
|--|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------|
| | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | March 31, 2009 (Audited) |
| 1 Income from Operations | 61.14 | 54.60 | 117.25 | 111.21 | 191.39 |
| 2 Other Operating Income | - | 0.02 | 1.38 | 0.04 | 0.35 |
| 3 Total Income | 61.14 | 54.62 | 118.63 | 111.25 | 191.74 |
| Expenditure | | | | | |
| a. Operating cost | 4.64 | 8.26 | 13.81 | 16.74 | 30.09 |
| b. Employees cost | 7.06 | 7.17 | 14.44 | 16.03 | 28.37 |
| c. Interest and Finance charges | 41.16 | 31.32 | 67.93 | 61.08 | 97.82 |
| d. Depreciation | 0.54 | 0.84 | 0.87 | 1.73 | 4.38 |
| 4 Total expenditure | 53.40 | 47.59 | 97.05 | 95.58 | 160.66 |
| 5 Profit / (Loss) before tax (3-4) | 7.74 | 7.03 | 21.58 | 15.67 | 31.08 |
| 6 Tax expenses (including Deferred and Fringe Benefit Tax) | 2.68 | 2.29 | 5.03 | 4.15 | 4.71 |
| 7 Net Profit / (Loss) after tax (5-6) | 5.06 | 4.74 | 16.55 | 11.52 | 26.37 |
| 8 Paid-up equity share capital (Face Value of Rs 5/- Per Share) | 37.50 | 37.47 | 37.50 | 37.47 | 37.47 |
| 9 Reserves excluding Revaluation Reserves | | | | | 1,317.36 |
| 10 Earnings Per Share (EPS) in Rupees | | | | | |
| - Basic (Not annualised) | 0.68 | 0.63 | 2.21 | 1.54 | 3.52 |
| - Diluted (Not annualised) | 0.65 | 0.60 | 2.14 | 1.47 | 3.43 |
| 11 Debt Service Coverage Ratio (DSCR) * | | | 0.15 | | |
| 12 Interest Service Coverage Ratio (ISCR) ** | | | 1.32 | | |
| 13 Public shareholding | | | | | |
| - Number of shares | 46,432,672 | 46,361,586 | 46,432,672 | 46,361,586 | 46,361,586 |
| - Percentage of shareholding | 61.91% | 61.87% | 61.91% | 61.87% | 61.87% |
| 14 Promoters & promoter group shareholding | | | | | |
| a) Pledged/ Encumbered | | | | | |
| - Number of shares | Nil | | Nil | | Nil |
| - Percentage of shares (as a % of total shareholding of promoter and promoter group) | Nil | | Nil | | Nil |
| - Percentage of shares (as a % of total share capital of the company) | Nil | | Nil | | Nil |
| b) Non-encumbered | | | | | |
| - Number of shares | 28,571,569 | | 28,571,569 | | 28,571,569 |
| - Percentage of shares (as a % of total shareholding of promoter and promoter group) | 100.00% | | 100.00% | | 100.00% |
| - Percentage of shares (as a % of total share capital of the company) | 38.09% | | 38.09% | | 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:**

- 1 The consolidated and standalone financial results of Edelweiss Capital Limited ("ECL" or "the Company") for the quarter and half year ended 30 September 2009 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 23 October 2009.
- 2 The financial results for the quarter and half year ended 30 September 2009 of ECL, on standalone basis, have been subjected to a 'Limited Review' by the Statutory Auditors of the Company.
- 3 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.
- 4 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.25 crores. The ratings as mentioned for these Programmes / Issues continue to remain in force.
- 5 During the quarter, the Company has not granted any options under Employee Stock Option Scheme, 72,362 stock options have been exercised and 71,086 equity shares have been allotted. 8,121,843 stock options are outstanding as at the end of the quarter.

6 Standalone Segment Results

| Particulars | (Rs. in Crores) | | | | |
|--|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------|
| | Quarter Ended | | Half Year Ended | | Year Ended |
| | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | March 31, 2009 (Audited) |
| 1 Segment revenue [Total income] | | | | | |
| Agency | 13.97 | 6.03 | 22.61 | 11.09 | 24.22 |
| Holding Company activities | 47.17 | 48.59 | 94.63 | 100.02 | 167.51 |
| Others | - | - | 1.39 | 0.14 | 0.01 |
| Total income | 61.14 | 54.62 | 118.63 | 111.25 | 191.74 |
| 2 Segment results [Profit / (Loss) before tax] | | | | | |
| Agency | 10.50 | 0.23 | 16.45 | 0.25 | 4.14 |
| Holding Company activities | 0.59 | 10.00 | 9.74 | 24.72 | 39.04 |
| Others | (3.35) | (3.20) | (4.61) | (9.30) | (12.10) |
| Profit / (Loss) before tax | 7.74 | 7.03 | 21.58 | 15.67 | 31.08 |
| 3 Capital employed [Segment assets - Segment liabilities] | | | | | |
| Agency | (2.12) | (1.19) | (2.12) | (1.19) | (4.18) |
| Holding Company activities | 1,340.44 | 1,349.66 | 1,340.44 | 1,349.66 | 1,355.42 |
| Others | 36.36 | 16.40 | 36.36 | 16.40 | 4.86 |
| Total capital employed | 1,374.68 | 1,364.87 | 1,374.68 | 1,364.87 | 1,356.10 |

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

- 7 There were no investor complaints outstanding at the beginning of the quarter. During the quarter, the Company received 12 investor complaints and has resolved all of these, with no complaint pending as at the end of the quarter.
- 8 The previous financial year/period figures have been regrouped/reclassified wherever necessary to conform to current quarter's presentation.
- 9 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, 23 October 2009.