

**Registered Office :**  
1<sup>st</sup> Floor, Khivraj Complex 1  
No. 480, Anna Salai,  
Nandanam, Chennai 600035  
Phone : 24313094 to 97  
Fax : 24313093  
Email : registered@indbankonline.com



**Indbank**  
**Merchant Banking Services Ltd**  
(A Subsidiary of Indian Bank)

Ref: Sec/2012-13/190

November 6, 2012

**The Secretary**

National Stock Exchange of India Limited  
Listing Department  
Exchange Plaza  
Bandra Kurla Complex  
Bandra (East)  
Mumbai 400 051

Fax No. 022-26598237-38 26598347-48

Dear Sir,

Sub: Un-Audited Financial Results for the quarter ended 30.09.2012

Ref: Our letter Sec/2012-13/183 dated 22.10.2012

We refer our letter dated 22.10.2012 and enclose herewith the Un-Audited financial results for the quarter ended 30.09.2012 along with the segment wise results for the quarter ended 30.09.2012 duly approved and taken on record at the Board meeting held on 06.11.2012 for your information and records.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,

V S Srinivasan  
Vice President & Company Secretary  
and Compliance Officer

**INDBANK MERCHANT BANKING SERVICES LIMITED**

(A Subsidiary of Indian Bank)

Regd. Office : First Floor, Khivraj Complex 1, No. 460, Anna Salai, Nandanam, Chennai 600035

Website: www.indbankonline.com

Email: investors@indbankonline.com

**PART I** Statement of Un-Audited Financial Results for the Quarter ended 30.09.2012

Sl. No.	Particulars	Three months ended	Trailing three months ended	Corresponding three months ended in the previous year	Year to date for the current year ended	Year to date for the Previous year ended	Previous Accounting Year ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		Un-Audited					Audited
Rs. Lakhs							
1	Income from Operations	109.00	159.47	223.72	269.37	405.53	701.32
2	Expenditure						
	a) Employee Cost	80.50	83.86	98.43	164.26	196.51	406.51
	b) Depreciation	17.14	14.39	10.20	31.53	36.14	52.69
	c) Postage & Telephones	25.29	9.50	18.23	34.79	38.58	73.03
	d) Provision for Non Performing Assets	26.82	0.00	(39.54)	26.62	(17.34)	114.07
	e) Other expenditure	33.21	111.73	73.36	144.94	154.21	292.28
	f) Total	182.86	219.28	166.74	402.14	406.10	939.39
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(72.96)	(59.81)	56.98	(132.77)	(2.57)	(238.07)
4	Other Income (refer note 5)	90.08	24.84	13.60	114.72	24.84	532.36
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	17.12	(35.16)	70.58	(18.05)	22.27	294.29
6	Finance costs	0.00	0.00	0.00	0.00	0.00	0.00
7	Profit/(Loss) from ordinary activities after finance costs	17.12	(35.16)	70.58	(18.05)	22.27	294.29
8	Exceptional items (refer note 3 & 4)	0.00	42.86	0.00	42.86	0.00	(247.48)
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	17.12	7.70	70.58	24.81	22.27	46.81
10	Tax Expense						
	(a) Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
	(b) Deferred Tax	9.79	0.00	44.09	9.79	45.98	11.62
	(c) Prior years	0.00	0.00	0.00	0.00	0.00	122.94
	(d) Total	9.79	0.00	44.09	9.79	45.98	134.56
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	7.33	7.70	26.49	15.02	(23.71)	(87.75)
12	Profit/(loss) from discontinuing operations	42.34	26.58	(8.77)	68.92	31.38	98.92
13	Tax expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00
14	Net Profit (loss) from discontinuing operations	42.34	26.58	(8.77)	68.92	31.38	98.92
15	Net Profit/(Loss) from Ordinary Activities/discontinuing operations after tax (11+14)	49.67	34.28	17.72	83.94	7.67	11.17
16	Extraordinary items (net of tax expense Rs. Nil)	0.00	0.00	0.00	0.00	0.00	0.00
17	Net Profit/(Loss) for the period (15-16)	49.67	34.28	17.72	83.94	7.67	11.17
18	Paid up equity share capital (Face value per share - Rs. 10/-)	4437.82	4437.82	4437.82	4437.82	4437.82	4437.82
19	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year						(371.45)
20	Earnings Per Share (EPS) (Rs)						
	(a) Basic & diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.11	0.08	0.04	0.19	0.02	0.03
	(b) Basic & diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.11	0.08	0.04	0.19	0.02	0.03
<b>PART II</b> Select Information for the Quarter ended 30.09.2012							
<b>A</b> Particulars of Share Holding							
1	Public Shareholding						
	- Number of Shares	15604400	15604400	15604400	15604400	15604400	15604400
	- Percentage of shareholding	35.16%	35.16%	35.16%	35.16%	35.16%	35.16%
2	Promoters & Promoter Group Shareholding						
	(a) Pledged/encumbered						
	- Number of Shares	0	0	0	0	0	0
	- Percentage of shareholding as a %age of the total shareholding of promoter and promoter group	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	- Percentage of shareholding as a %age of the total shareholding of the company	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	(b) Non-encumbered						
	- Number of Shares	28773800	28773800	28773800	28773800	28773800	28773800
	- Percentage of shareholding as a %age of the total shareholding of promoter and promoter group	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shareholding as a %age of the total shareholding of the company	64.84%	64.84%	64.84%	64.84%	64.84%	64.84%
<b>B</b> Investors Complaint							
	Pending at the beginning of the Quarter	0					
	Received during the Quarter	3					
	Disposed of during the Quarter	3					
	Remaining un resolved at the end of the Quarter	0					

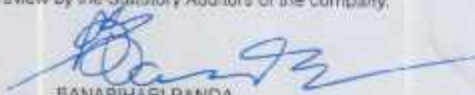


Sl. No.	Particulars	Three months ended	Trailing three months ended	Corresponding three months ended in the previous year	Year to date for the current year ended	Year to date for the Previous year ended	Previous Accounting Year ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		Un-Audited					Audited
Rs. Lakhs							
Quarterly reporting of segment wise revenue, results and capital employed							
1	Segment Revenue						
	(a) Continuing Operations-Fee Based	199.58	184.11	237.32	384.09	430.37	1233.68
	(b) Discontinuing Operations-Fund Based	11.36	26.58	77.95	37.94	78.38	178.72
	(c) Un-allocated	0.00	0.00	0.00	0.00	0.00	0.00
	Total	211.34	210.69	315.27	422.03	508.75	1412.40
	Less: Inter segment revenue	0.00	0.00	0.00	0.00	0.00	0.00
	Income from operations	211.34	210.69	315.27	422.03	508.75	1412.40
2	Segment Results - Profit/(Loss) before tax and interest from each segment						
	(a) Continuing Operations-Fee Based	17.12	(35.16)	70.58	(18.05)	22.27	294.29
	(b) Discontinuing Operations-Fund Based	42.34	26.58	(8.77)	68.92	31.38	96.92
	(c) Un-allocated	0.00	0.00	0.00	0.00	0.00	0.00
	Total	59.46	(8.58)	61.81	50.87	53.64	393.21
	Less: i) Interest (Other than pertaining to segments)	0.00	0.00	0.00	0.00	0.00	0.00
	ii) Other unallocable expenditure net off	0.00	(42.86)	0.00	(42.86)	0.00	247.48
	iii) Unallocable income	0.00	0.00	0.00	0.00	0.00	0.00
	Total profit/(Loss) before tax	59.46	34.28	61.81	93.73	53.64	145.73
3	Capital employed (Segment assets-liabilities)						
	(a) Continuing Operations-Fee Based	2138.49	2184.23	2219.95	2138.49	2219.95	2154.94
	(b) Discontinuing Operations-Fund Based	468.09	446.25	552.69	468.09	552.69	486.69
	(c) Un-allocated	1512.21	1470.16	1290.24	1512.21	1290.24	1422.73
	Total	4118.79	4100.64	4062.88	4118.79	4062.88	4066.36

#### Notes

1 Statement of Assets & Liabilities as on 30.9.2012		
Liabilities	As on 30.09.2012	As on 30.09.2011
Shareholders' Funds		
Rs Lakhs		
(a) Share Capital	4437.82	4437.82
(b) Reserves & Surplus	(287.51)	(374.94)
Total	4150.31	4062.88
Assets		
(a) Fixed Assets	699.23	599.96
(b) Investments	444.09	528.69
(c) Deferred Tax Assets	552.47	527.90
Current Assets, Loans & Advances		
(a) Interest accrued	61.10	15.47
(b) Sundry Debtors	365.91	515.25
(c) Cash and Bank Balances	1412.17	1136.12
(d) Other Current Assets	1.96	4.39
(e) Loans & Advances	1482.50	1339.38
Total	3323.06	3010.61
Less: Current Liabilities	626.76	566.23
Provisions	66.38	62.05
Net Current Assets	2430.52	2362.33
Assets under Discontinued Operations	24.00	24.00
Total	4150.31	4062.88
2. The Market value of quoted investments (Cost-Rs.0.23 crore) of the Company as on 30.09.2012 was Rs.2.31 Crore and the provisions held for the same was Rs.4.14 crore. Reversal of provisions of Rs.0.22 crore for the quarter ended 30.9.2012 have not been considered in the accounts on a conservative approach.		
3. During the year 2009-10, the company had received a claim from Indian Bank for payment of interest of Rs.2397.48 lakhs (Involving a waiver of Rs.1806.84 lakhs) under the right of recompense clause, out of the interest waived by them in the past aggregating to Rs.4206.32 lakhs. The company has paid Rs.1250 lakhs in the year 2009-10 and Rs. 250 lakhs in the year 2010-11 which was considered in the accounts of the respective years. The bank has permitted the company to pay the balance on or before 30.9.2013.		
4. Exceptional item includes (i) an amount of Rs.204.62 lakhs being part reversal of income as on 30.06.2012 to give effect to the rectification order issued by ACIT on 29.6.2012 reducing the interest on refund from income tax/interest tax from income tax department for various assessment years which was booked as on 31.03.2012 as per ACIT's order dated 22.3.2012. (ii) Correspondingly reversal of interest of Rs.247.48 lakhs payable to Indian Bank due to reduction in the expected interest refund as above was also given effect as on 30.06.2012 since the company had time upto 30.9.2013 to pay the interest.		
5. Other income includes Rs.50.08 lakhs towards interest on income tax/interest tax refunds which has been reckoned in the accounts based on the orders received from the income tax department for the income tax assessment year 1998-99 (ACIT Order dt. 29.06.12 for Rs. 37.45 lakhs) and interest tax assessment year 1996-97 (as per ACIT Order dt. 29.06.12 for Rs. 12.63 lakhs).		
6. The previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.		
7. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors at their meeting held on 06.11.2012. The same have been subjected to a limited review by the Statutory Auditors of the company.		

Place: Chennai  
Date: 06.11.2012

  
RANABIHARI PANDA  
PRESIDENT & WHOLETIME DIRECTOR

