

Manappuram Finance Limited (formerly Manappuram General Finance and Leasing Limited)**Financial Statements for the Quarter ended June 30, 2011****Balance Sheet as at June 30, 2011***(All amounts are in millions of Indian rupees unless otherwise stated)*

	Schedule	As at June 30, 2011	As at March 31, 2011
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	1	1,667.50	833.75
Reserves and surplus	2	18,650.35	18,405.82
Loan funds			
Secured loans	3	54,043.36	43,723.07
Unsecured loans	4	16,601.20	12,817.03
		90,962.41	75,779.67
APPLICATION OF FUNDS			
Fixed assets			
Gross block	5	1,952.50	1,651.82
Less : Accumulated depreciation / amortisation		403.90	332.80
Net block		1,548.60	1,319.02
Capital work in progress including advances		69.48	68.64
Intangible assets (net)	5	73.46	59.84
Investments	6	400.02	403.20
Deferred tax asset (net)	7	112.75	87.07
Current Assets, Loans and Advances			
Cash and bank balances	8	5,351.86	6,663.69
Other current assets	9	6,385.54	4,947.51
Loans and advances	10	79,392.98	64,141.68
		91,130.38	75,752.88
Less : Current liabilities and provisions			
Current liabilities	11	1,445.47	1,126.34
Provisions	12	926.81	784.64
		2,372.28	1,910.98
Net current assets		88,758.10	73,841.90
		90,962.41	75,779.67
Notes to accounts	18		

The schedules referred to above and the notes to accounts form an integral part of the Balance Sheet

Manappuram Finance Limited (formerly Manappuram General Finance and Leasing Limited)**Financial Statements for the Quarter ended June 30, 2011****Profit and Loss Account for the quarter ended June 30, 2011***(All amounts are in millions of Indian rupees unless otherwise stated)*

	Schedule	Quarter June 30, 2011	Year ended March 31, 2010
INCOME			
Income from services	13	4,883.65	11,654.20
Other income	14	51.24	161.06
		4,934.89	11,815.26
EXPENDITURE			
Personnel expenses	15	657.38	1,605.00
Operating and other expenses	16	822.30	2,438.71
Depreciation / amortization	5	74.87	212.96
Financial expenses	17	1,784.26	3,319.63
		3,338.81	7,576.30
Profit before tax		1,596.08	4,238.96
Less: Provision for tax			
- Current tax		543.47	1,466.04
- Deferred tax		(25.67)	(53.72)
Profit after tax		1,078.28	2,826.64
Balance brought forward from previous year		2,314.36	917.11
Profit available for appropriation		3,392.64	3,743.75
Appropriations:			
- Transfer to Statutory Reserve		-	565.33
- Transfer to General Reserve		-	282.67
- Transfer to Capital Redemption Reserve		-	-
- Proposed Dividend on Equity Shares		-	500.25
- Tax on distributed profit		-	81.14
Net profit carried forward to balance sheet		3,392.64	2,314.36
Earnings per share information			
Earnings per share			
- Weighted average number of equity shares			
- Basic		833,748,376	742,761,651
- Diluted		837,481,270	752,984,548
- Basic earnings per share (in Rs.)		1.29	3.81
- Diluted earnings per share (in Rs.)		1.29	3.75
Nominal value of equity shares		Rs. 2/-	Rs. 2/-

Notes to Accounts**18**

The schedules referred to above and the notes to accounts form an integral part of the Profit and Loss Account

Manappuram Finance Limited (formerly Manappuram General Finance and Leasing Limited)**Financial Statements for the Quarter ended June 30, 2011****Schedules to accounts***(All amounts are in millions of Indian rupees unless otherwise stated)*

	As at June 30, 2011	As at March 31, 2011
Schedule 1: Share capital		
<i>Authorized</i>		
980,000,000 equity shares of Rs. 2/- each (Previous year - 530,000,000 equity shares of Rs. 2/- each)	1,960.00	1,060.00
400,000 (Previous year - 400,000) redeemable preference shares of Rs. 100/- each	40.00	40.00
<i>Issued, subscribed and paid-up</i>		
833,748,376 equity shares of Rs. 2/- each (Previous year - 416,874,188 equity shares of Rs. 10/- each) fully paid up*	1,667.50	833.75
	1,667.50	833.75
Schedule 2: Reserves and surplus		
Capital redemption reserve		
Opening balance	40.00	40.00
Add: Transferred from Profit and loss account		-
Less: Capitalised for bonus issue	(40.00)	(40.00)
	-	-
Securities premium account		
Opening balance	14,424.32	3,988.96
Add: Securities premium on issue of shares	-	10,971.39
Less: Capitalised for bonus issue	(833.75)	(300.39)
Less: Share issues expenses adjusted against securities premium	-	(235.64)
	13,590.57	14,424.32
Statutory reserve		
Opening balance	1,016.08	450.75
Add: Transferred from Profit and loss account	-	565.33
	1,016.08	1,016.08
General reserve		
Opening balance	651.06	368.39
Add: Transferred from Profit and loss account	-	282.67
	651.06	651.06
Profit & Loss Account	3,392.64	2,314.36
	3,392.64	2,314.36
	18,650.35	18,405.82

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Schedules to accounts

(All amounts are in millions of Indian rupees unless otherwise stated)

	As at June 30, 2011	As at 31-Mar-10
Schedule 3: Secured loans		
Secured Non-convertible Debentures of Rs. 1,000/- - Rs 1,000,000/- each redeemable at par at the end of the term of each series of debentures ranging between 1-5 years*	8,186.82	5,012.85
Add: Interest accrued and due thereon	2.57	2.68
	8,189.39	5,015.53
From banks		
- Cash credit / overdraft*	2,105.42	7,488.19
- Working Capital Loans*	42,345.48	30,558.41
From Others		
- Working Capital Loans*	1,392.40	650.00
Vehicle loans (Secured by hypothecation of vehicles)	10.67	10.94
	54,043.36	43,723.07

* Refer note 18.13

Schedule 4: Unsecured loans

Deposits	-	-
Debenture application money	-	20.00
Inter-Corporate Deposits	1.64	1.64
Commercial Paper	13,612.96	10,007.87
Subordinate bond	1,976.52	1,778.76
Subordinate debt	1,000.00	1,000.00
Interest Accrued and Due	10.08	8.76
	16,601.20	12,817.03

Schedule 5 on fixed assets is set out in the following page

Schedule 6 on investments is set out in the following page

Schedule 7: Deferred tax (liability) / asset (net)

Deferred Tax Liability

Differences in depreciation and other differences in block of fixed assets as per tax books and financial books	(34.47)	(34.39)
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Deferred tax asset

Effect of expenditure debited to profit and loss account in the current year but allowed for tax purposes in following years	21.15	15.71
Provision for loans and advances	126.07	105.75
Net Deferred tax asset / (liability)	112.75	87.07

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(All amounts are in millions of Indian rupees unless otherwise stated)

Schedule 5: Fixed Assets

DESCRIPTION	GROSS BLOCK			DEPRECIATION/AMORTIZATION				NET BLOCK	
	As at April 1, 2011	Additions	Deductions	As at June 30, 2011	As at April 1, 2011	Additions	Deductions	As at June 30, 2011	As at March 31, 2011
Tangible Assets									
Freehold Land*	31.32	13.49	-	44.81	-	-	-	44.81	31.32
Building	81.13	-	-	81.13	0.93	0.33	-	79.87	80.20
Office equipment	172.96	49.92	-	222.88	40.17	7.01	-	175.70	132.79
Computer equipment	362.66	88.33	0.25	450.74	162.63	32.30	0.20	256.01	200.03
Furniture and Fittings	978.94	148.35	-	1,127.29	125.60	30.35	(0.01)	971.33	853.34
Vehicle**	22.43	0.85	-	23.28	3.42	1.28	-	18.58	19.01
Plant & Machinery	2.37	-	-	2.37	0.04	0.03	-	2.30	2.33
Total	1,651.81	300.94	0.25	1,952.50	332.79	71.30	0.19	1,548.60	1,319.02
Figures for the previous year	669.80	994.21	12.19	1,651.82	135.63	204.45	7.28	1,319.02	
Intangible assets									
Softwares	80.83	17.17	-	98.00	20.98	3.56	-	73.46	59.85
TOTAL	80.83	17.17	-	98.00	20.98	3.56	-	73.46	59.85
Figures for the previous year	46.03	34.80	-	80.83	12.48	8.51	-	59.84	

Manappuram Finance Limited (formerly Manappuram General Finance and Leasing Limited)**Financial Statements for the Quarter ended June 30, 2011****Schedules to accounts***(All amounts are in millions of Indian rupees unless otherwise stated)*

	As at June 30, 2011	As at March 31, 2010
Schedule 6: Investments		
Long Term Investments		
<i>(Quoted, at cost)</i>		
A. Other than trade		
32,000 (Previous year - 62,000) units of Rs. 100 each in 7.38% Govt. of India Bond	-	3.15
100 (Previous year - 100) equity share of Rs. 10 each fully paid in The Dhanalakshmi Bank Limited.	0.01	0.01
300 (Previous year - 300) equity share of Rs. 10 each fully paid in Vijaya Bank Limited	0.01	0.01
<i>(Unquoted, at cost)</i>		
A. Other than trade		
1,000 (Previous year - 1,000) equity share of Rs. 10 each fully paid in The Catholic Syrian Bank Limited.	-	0.03
Current Investments - (Unquoted, at lower of cost and market value)		
40,000,000 (previous year - Nil) of Rs. 10 each in State Bank of India - Debt Fund Series - 370 Days - 7- Growth	400.00	400.00
	400.02	403.20

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Schedules to accounts*(All amounts are in millions of Indian rupees unless otherwise stated)*

	As at June 30, 2011	As at March 31, 2011
Schedule 8: Cash and bank balances		
Cash on hand	1,281.10	1,188.01
Balances with scheduled banks		
- on current accounts*	1,794.59	2,480.92
- on deposit accounts**	2,274.04	2,992.30
- on unpaid dividend accounts	2.13	2.46
	<u>5,351.86</u>	<u>6,663.69</u>
Schedule 9: Other current assets		
Interest accrued	5,842.76	4,658.43
Stock of foreign currency	0.11	-
Stock of gold coins / auction gold	541.36	287.17
Others	1.31	1.91
	<u>6,385.54</u>	<u>4,947.51</u>
Schedule 10: Loans and advances		
Secured, considered good		
Loans:		
- Gold	78,649.63	63,574.42
- Hypothecation	6.74	18.79
- Stock on Hire	-	0.29
- Others	104.84	77.11
Unsecured, considered good		
Advances recoverable in cash or kind or for value to be received	246.40	123.88
Deposits	385.36	347.19
	<u>79,392.97</u>	<u>64,141.68</u>
Secured, considered doubtful		
Loans:		
- Gold	161.81	130.99
- Hypothecation	14.87	26.69
- Stock on Hire	1.06	1.31
- Others	10.81	5.98
Unsecured, considered doubtful		
Advances recoverable in cash or kind or for value to be received	2.57	2.49
	<u>191.12</u>	<u>167.46</u>
Less: Provision for doubtful loans and advances	191.11	167.46
	<u>79,392.98</u>	<u>64,141.68</u>

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Schedules to accounts

(All amounts are in millions of Indian rupees unless otherwise stated)

	As at June 30, 2011	As at March 31, 2011
Schedule 11: Current liabilities		
Sundry creditors for expenses*	364.15	275.56
Book overdraft	-	5.09
Interest accrued but not due on loans	584.76	270.91
Unmatured finance charges	-	197.90
Sundry deposits	0.41	10.95
Investor Education and Protection Fund shall be credited by following amounts (as and when due)		
a) Unpaid dividends	2.13	2.46
b) Unpaid matured Deposits	2.26	11.44
c) Unmatured Deposits	-	-
Other liabilities	491.76	352.03
	1,445.47	1,126.34
Schedule 12: Provisions		
Provisions for taxation (net of advance tax and tax deducted at source)	121.54	29.96
Provision for standard assets	197.45	158.47
Provision for gratuity	26.43	14.82
Proposed final dividend	500.25	500.25
Tax on proposed dividend	81.14	81.14
	926.81	784.64

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Schedules to accounts

(All amounts are in millions of Indian rupees unless otherwise stated)

	Quarter ended June 30, 2011	Year ended March 31, 2011
Schedule 13: Income from services		
Interest and other income from		
- Gold and other loans	4,872.59	11,533.49
- Business loans	0.09	0.99
- Personal loans	0.61	0.62
- Hypothecation and hire purchase loans	1.71	93.70
- Others	1.54	5.32
Income from fee based activities*		
- Money transfer	6.76	19.21
- Others	0.35	0.87
	4,883.65	11,654.20
Schedule 14: Other income		
Interest (gross)*	44.97	124.67
Foreign exchange gain (net)	0.01	0.02
Bad debts recovered	0.39	8.64
Others	5.87	27.73
	51.24	161.06
Schedule 15: Personnel expenses		
Salaries, wages and bonus	588.66	1,419.26
Contribution to provident and other funds	64.85	180.71
Staff welfare expenses	3.87	5.03
	657.38	1,605.00
Schedule 16: Operating and other expenses		
Rent	124.38	328.40
Electricity	11.33	38.16
Insurance	11.37	23.75
Travel and conveyance	45.20	83.90
Communication expenses	21.73	44.23
Advertisement	208.07	1,038.51
Directors sitting fees	0.38	1.51
Repairs and maintenance		
- Vehicles	0.73	1.78
- Others	13.83	62.79
Legal and professional fees	83.19	95.19
Security charges	119.77	204.16
Rates and taxes	11.83	40.47
Printing and stationery	17.17	41.51
Loss on sale of assets	-	2.28
Bad debts	68.82	248.94
Provision for standard assets	38.98	158.47
Provision for loans and advances, net of bad debts written off	23.65	(24.65)
Miscellaneous expenses	21.87	49.31
	822.30	2,438.71
Schedule 17: Financial expenses		
Interest		
- on Debentures	175.75	299.67
- on Deposits	1.42	1.37
- on Bank Borrowings	1,107.11	2,210.30
- on other borrowings	23.90	34.30
- on Subordinate Bonds	93.41	233.15
- on Commercial Papers	353.37	369.88
- Others	0.22	7.92
Bank and other charges	29.08	163.04
	1,784.26	3,319.63