

**L&T FINANCE HOLDINGS LIMITED**  
(formerly L&T Capital Holdings Limited)  
Regd. Office : L&T House, Ballard Estate Mumbai - 400 001

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2011**

(₹ Lakh)

Sr. No.	Particulars	Three months ended	Six months ended September 30,		Year ended
		September 30,	September 30,		March 31,
		2011	2011	2010	2011
		Unaudited	Unaudited	Unaudited	Audited
1	<b>Income from operations</b>	<b>71,589.83</b>	<b>1,33,553.24</b>	<b>93,668.11</b>	<b>2,08,808.82</b>
2	<b>Expenditure:</b>				
	a) Employees cost	3,573.35	6,329.45	4,344.80	9,623.81
	b) Professional fees	1,610.68	3,110.82	2,355.19	5,462.32
	c) Write-offs/ loss on premature termination of loans	1,529.39	2,213.81	2,574.57	7,819.55
	d) Provisions and contingencies	3,079.84	4,890.84	2,941.58	9,343.60
	e) Depreciation and amortisation	1,624.51	3,188.54	2,863.83	5,910.76
	f) Other expenditure	2,832.69	5,502.03	4,616.21	10,098.78
	<b>Total expenditure:</b>	<b>14,250.46</b>	<b>25,235.49</b>	<b>19,696.18</b>	<b>48,258.82</b>
3	<b>Profit from operations before other income, interest and exceptional items (1-2)</b>	<b>57,339.37</b>	<b>1,08,317.75</b>	<b>73,971.93</b>	<b>1,60,550.00</b>
4	Other income	1,663.53	2,389.43	2,128.14	2,675.42
5	<b>Profit before interest and exceptional items (3+4)</b>	<b>59,002.90</b>	<b>1,10,707.18</b>	<b>76,100.07</b>	<b>1,63,225.42</b>
6	Interest expenses	41,020.18	78,160.29	44,165.94	1,02,065.47
7	<b>Profit after interest but before exceptional items (5-6)</b>	<b>17,982.72</b>	<b>32,546.89</b>	<b>31,934.13</b>	<b>61,159.95</b>
8	Exceptional items	-	-	-	-
9	<b>Profit from ordinary activities before tax (7-8)</b>	<b>17,982.72</b>	<b>32,546.89</b>	<b>31,934.13</b>	<b>61,159.95</b>
10	<b>Tax expense</b>				
	a) Current tax	6,140.75	13,280.75	11,355.25	22,864.17
	b) Deferred tax	(605.52)	(2,809.02)	(362.46)	(1,534.00)
	c) Income tax for earlier years	23.51	23.51	-	(0.14)
	<b>Total tax expense</b>	<b>5,558.74</b>	<b>10,495.24</b>	<b>10,992.79</b>	<b>21,330.03</b>
11	<b>Profit from ordinary activities after tax (9-10)</b>	<b>12,423.98</b>	<b>22,051.65</b>	<b>20,941.34</b>	<b>39,829.92</b>
12	Extraordinary income/(expenditure) (net of tax expense)	-	-	(599.50)	(599.50)
13	<b>Profit before sale of subsidiary and share in loss of associate (11+12)</b>	<b>12,423.98</b>	<b>22,051.65</b>	<b>20,341.84</b>	<b>39,230.42</b>
14	Profit/(loss) on sale of subsidiary company	-	-	5.23	5.23
15	Share in profit/(loss) of associate company	-	-	(47.88)	(118.77)
16	<b>Net profit for the period/ year (13+14-15)</b>	<b>12,423.98</b>	<b>22,051.65</b>	<b>20,299.19</b>	<b>39,116.88</b>
17	Paid-up equity share capital (Face value of ₹ 10/- each)	1,71,472.98	1,71,472.98	1,41,702.44	1,41,702.44
18	Reserves as at March 31, 2011 (excluding revaluation reserve)				1,47,419.72
19	<b>Earnings per share (EPS):</b>				
	a) Basic EPS before extraordinary items (₹) (* not annualised)	*0.77	*1.45	*1.54	2.86
	b) Diluted EPS before extraordinary items (₹) (* not annualised)	*0.77	*1.45	*1.50	2.82
	c) Basic EPS after extraordinary items (₹) (* not annualised)	*0.77	*1.45	*1.50	2.82
	d) Diluted EPS after extraordinary items (₹) (* not annualised)	*0.77	*1.45	*1.45	2.78
20	<b>Non-Performing Assets (NPA) Ratios:</b>				
	a) Amount of Gross NPA				
	- Other than Micro Finance	22,971.86	22,971.86	27,304.10	18,258.41
	- Micro Finance	20,239.69	20,239.69	177.00	918.00
	Total	43,211.55	43,211.55	27,481.10	19,176.41
	b) Amount of Net NPA				
	- Other than Micro Finance	15,403.46	15,403.46	15,566.52	11,677.93
	- Micro Finance	10,626.30	10,626.30	-	-
	Total	26,029.76	26,029.76	15,566.52	11,677.93
	c) Gross NPA (%)	2.04%	2.04%	2.00%	1.07%
	d) Net NPA (%)	1.24%	1.24%	1.14%	0.66%
21	<b>Public shareholding</b>				
	- No. of shares	29,77,05,566	29,77,05,566	205	205
	- Percentage of shareholding	17.36%	17.36%	0.01%	0.01%
22	<b>Promoters and Promoter Group shareholding</b>				
	a) Pledged / encumbered				
	- Number of shares	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the Company)	NA	NA	NA	NA
	b) Non-encumbered				
	- Number of shares	1,41,70,24,221	1,41,70,24,221	1,41,70,24,221	1,41,70,24,221
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the Company)	82.64%	82.64%	99.99%	99.99%

**Notes:**

1 Statement of Consolidated Assets and Liabilities as per Clause 41(v)(b) of the Listing Agreement

(₹ Lakh)

Particulars	As at		
	30.09.2011	30.09.2010	31.03.2011
	Unaudited	Unaudited	Audited
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' funds</b>			
- Share capital	1,71,472.98	1,41,702.44	1,41,702.44
- Stock options outstanding	308.00	-	122.59
- Reserves and surplus	2,85,244.02	1,28,467.23	1,47,297.13
<b>Loan funds</b>	17,58,781.56	12,28,539.58	15,91,646.56
<b>Deferred tax liabilities (net)</b>	-	641.64	-
<b>Total</b>	<b>22,15,806.56</b>	<b>14,99,350.89</b>	<b>18,80,768.72</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed assets</b>	51,021.19	45,641.14	49,446.59
<b>Investments</b>	73,426.18	94,111.64	73,241.84
<b>Deferred tax assets (net)</b>	5,992.21	-	529.90
<b>Loans and advances towards financing activities</b>	21,00,196.89	13,63,854.11	17,76,470.05
<b>Current assets, loans and advances:</b>			
- Sundry debtors	453.51	222.97	743.55
- Cash and bank	12,505.12	3,103.53	16,346.44
- Other current assets	25,044.44	22,341.90	14,110.26
- Loans and advances	32,078.61	26,735.74	43,558.32
	70,081.68	52,404.14	74,758.57
<b>Less : Current liabilities and provisions:</b>			
- Liabilities	70,873.77	47,289.32	72,428.56
- Provisions	14,037.82	9,370.82	21,249.67
	84,911.59	56,660.14	93,678.23
<b>Net currents assets</b>	(14,829.91)	(4,256.00)	(18,919.66)
<b>Total</b>	<b>22,15,806.56</b>	<b>14,99,350.89</b>	<b>18,80,768.72</b>

- 2 Pursuant to Clause 41 of the Listing Agreement, the Company has opted to publish only the consolidated financial results. The standalone financial results for the quarter and half year ended September 30, 2011 are summarised below and detailed financial results are also available on the Company's website [www.lffinanceholdings.com](http://www.lffinanceholdings.com).

(₹ Lakh)

Particulars	Three months ended Sept. 30,	Six months ended Sept. 30,		Year ended March 31,
	2011	2011	2010	2011
	Unaudited	Unaudited	Unaudited	Audited
Total Income	2,264.52	2,264.52	552.33	569.38
Profit/(loss) before tax	1,597.06	590.11	507.33	21.52
Profit/(loss) after tax	1,372.06	365.11	504.33	13.52

- 3 During the quarter, the Company has issued and allotted 297,705,361 equity shares of face value ₹ 10/- each as per details given below:

Date of allotment	No. of equity shares	Issue price (₹)	Reasons for allotment
07/07/2011	57,768,000	55/-	Pre - IPO Placement
07/07/2011	2,232,000	55/-	Pre - IPO Placement
06/08/2011	27,330,300	56/-	IPO Allotment to anchor investors
06/08/2011	10,000,000	50/-	IPO Allotment to eligible employees
06/08/2011	200,375,061	52/-	IPO Allotment to applicants other than anchor investors and eligible employees

## 4 Utilisation of IPO proceeds

(₹ Lakh)	
Particulars	Amount
<b>Amount received from IPO - (A)</b>	1,24,500.00
<b>Deployment of funds received from IPO :</b>	
Repayment of inter corporate deposits issued by our promoter company	34,500.00
General corporate purposes	12,987.85
Issue expenses	1,809.60
Total deployment of funds - (B)	49,297.45
<b>Balance amount to be utilised (A-B)</b>	<b>75,202.55</b>
<b>Interim utilisation of balance IPO proceeds :</b>	
Intercompany deposits with subsidiary companies (net of earnings on interim utilisation)	74,773.77
Balance with banks in current account	428.78
<b>Total</b>	<b>75,202.55</b>

## 5 Information on investors complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended September 30, 2011

Particulars	No. of investor complaints
Complaints pending at the beginning of the quarter	Nil
Complaints received during the quarter	28
Complaints disposed off during the quarter	25
Complaints unresolved at the end of the quarter	*3

\* since resolved.

## 6 Share issue expenses aggregating to ₹ 5,981.39 lakh have been adjusted against securities premium account.

## 7 During the quarter ended September 30, 2011, the unamortised portion of debenture issue expenses of ₹ 5,852.84 lakh (net of tax) is adjusted against securities premium account. Consequently, profit before tax is higher by ₹ 533.07 lakh for the quarter ended September 30, 2011 and ₹ 1,067.10 lakh for the half year ended September 30, 2011.

## 8 At the consolidated level, the main business of the Company is financing. All other activities revolve around the main business. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the Accounting Standard (AS) 17 'Segment Reporting'.

## 9 a) As of September 30, 2011, the total exposure of L&amp;T Finance Limited (a subsidiary company) in Micro Finance portfolio in the state of Andhra Pradesh (AP) is ₹ 19,380.21 lakh.

In light of the current scenario including improvement in regulatory environment arising from partial acceptance of Malegam Committee recommendations in the RBI Monetary Policy dated May 3, 2011 and the draft Micro Finance Institutions (Development and Regulation) Bill, 2011 released by the Central Government on July 6, 2011, the Board of Directors of L&T Finance Limited is of the view that there is a scope for the situation in AP to evolve.

In the interim period, in line with its prudent provisioning policy, the Company has made an additional provision of ₹ 2,500.00 lakh in the second quarter of the financial year 2011-12, taking the cumulative provisions to ₹ 8,467.45 lakh against the principal outstanding of Micro Finance portfolio in AP. The Company will continue to monitor the developments in this segment and will accordingly, take appropriate steps as regards provisioning for the balance portfolio.

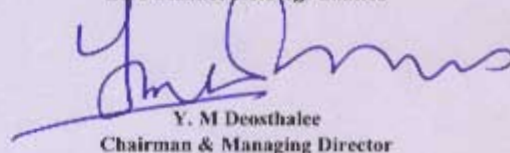
## b) As a result, the profit before tax from Micro Finance portfolio has reduced by ₹ 7,807.00 lakh during the six months ended September 30, 2011 (from profit before tax of ₹ 2,967.00 lakh during the six months ended September 30, 2010 to loss before tax of ₹ 4,840.00 lakh during the six months ended September 30, 2011).

## 10 Previous period' year figures have been regrouped and reclassified, where necessary, to make them comparable with current period' year figures.

## 11 Financial results for the quarter ended September 30, 2010 are not being published as the same were not subjected to limited review by the Statutory Auditors.

## 12 The above results have been subjected to limited review by the Statutory Auditors, reviewed by the Audit Committee, and approved by the Board of Directors at its meeting held on November 2, 2011.

For and on behalf of the Board of Directors  
L&T Finance Holdings Limited



Y. M. Deosthalee  
Chairman & Managing Director

Place : Mumbai  
Date : November 2, 2011