

Indiabulls VENTURES

Indiabulls Ventures Limited
(CIN: L74999DL1995PLC069631)
Statement of Unaudited Consolidated Financial Results
for the quarter ended 30 June 2019

(Amount in Rs. Lakh)

Statement of unaudited consolidated financial results for the quarter ended 30 June 2019

Particulars	Quarter ended			Year ended
	30 June 2019	31 March 2019	30 June 2018	31 March 2019
	(Unaudited)	(Unaudited) (Refer note 3)	(Unaudited)	(Audited)
1 Revenue from operations				
Interest income	56,386.30	51,094.77	23,355.13	157,995.14
Dividend income	-	2,485.57	-	2,558.17
Fees and commission income	3,779.84	5,161.72	11,239.45	33,719.01
Net gain on fair value changes	646.65	(1,250.45)	323.32	1,634.83
Net gain on derecognition of financial instruments under amortised cost category	10,214.54	2,467.28	-	3,435.91
Total revenue from operations	71,027.33	59,958.89	34,917.90	199,343.06
2 Other income	225.73	56.78	65.60	384.94
3 Total income (1+2)	71,253.06	60,015.67	34,983.50	199,728.00
4 Expenses :				
Finance costs	22,533.08	18,548.99	9,317.85	58,741.38
Fees and commission expense	558.50	475.15	214.10	1,137.03
Impairment on financial instruments	4,583.31	5,402.75	2,160.06	12,681.05
Employee benefits expense	13,689.98	11,414.67	7,406.10	36,881.88
Depreciation and amortisation expense	2,416.41	876.91	517.95	2,697.75
Other expenses	10,493.91	8,204.50	3,207.74	24,658.29
Total expenses	54,275.19	44,922.97	22,823.80	136,797.38
5 Profit before share of loss in associate and tax (3-4)	16,977.87	15,092.70	12,159.70	62,930.62
6 Share of loss in associate	-	(2.84)	-	(2.84)
7 Profit before tax (5+6)	16,977.87	15,089.86	12,159.70	62,927.78
8 Tax expense:				
(a) Current tax	5,035.70	3,268.12	4,350.31	16,257.89
(b) Deferred tax (credit) / expense	(264.31)	680.33	(963.39)	641.27
Total tax expense	4,771.39	3,948.45	3,386.92	16,899.16
9 Profit for the year (7-8)	12,206.48	11,141.41	8,772.78	46,028.62
10 Other comprehensive income				
Items that will not be reclassified to profit or loss	(4.58)	(125.09)	32.32	(167.40)
Income tax relating to items that will not be reclassified to profit or loss	2.38	37.01	54.29	23.96
Items that will be reclassified to profit or loss	802.06	-	-	-
Income tax relating to items that will be reclassified to profit or loss	(280.27)	-	-	-
Total other comprehensive income	519.59	(88.08)	86.61	(143.44)
11 Total comprehensive income for the year (9+10)	12,726.07	11,053.33	8,859.39	45,885.18
12 Net profit after tax attributable to -				
Owners of the Holding Company	10,978.71	10,981.95	8,772.77	45,909.69
Non controlling interests	1,227.76	159.46	0.01	118.93
13 Other comprehensive income attributable to -				
Owners of the Holding Company	519.59	(88.08)	86.61	(143.44)
Non controlling interests	-	-	-	-
14 Total comprehensive income attributable to -				
Owners of the Holding Company	11,498.30	10,893.87	8,859.38	45,766.25
Non controlling interests	1,227.76	159.46	0.01	118.93
15 Paid-up equity share capital (face value of Rs. 2 per equity share)				11,348.78
16 Other equity as per statement of assets and liabilities				631,248.00
17 Earnings per equity share (EPS) (face value of Rs. 2 per equity share)				
(EPS for the quarters not annualised)				
(1) Basic (amount in Rs.)	1.84	1.87	1.83	8.42
(2) Diluted (amount in Rs.)	1.79	1.81	1.67	8.01

Notes to the Unaudited Consolidated financial results:

- 1 Indiabulls Ventures Limited ('IBVL', 'the Company', 'the Holding Company') and its subsidiaries are together referred to as 'the Group' in the following notes. The Holding Company conducts its operations along with its subsidiaries. The consolidated financial results have been prepared in accordance with recognition and measurement principles of Indian Accounting Standards.
- 2 These unaudited results have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 31 July 2019.
- 3 Figures for the quarter ended 31 March 2019 represents the balancing figures between the audited figures for the financial year and unaudited published year to date figures upto third quarter of the financial year.
- 4 In respect of partly paid up equity shares of the Company issued and allotted under the rights issue in March 2018, during the quarter ended 31 March 2019, the Company had made second call of Rs. 36 per partly paid up equity share (including a premium of Rs. 35.70 per partly paid up equity share) on 82,909,118 partly paid up equity shares. The second call money in respect of 82,765,146 partly paid up equity shares out of 82,909,118 partly paid up equity shares has been received upto 30 June 2019 and same were listed for trading on National Stock Exchange of India Limited ('NSE') and BSE Limited ('BSE') under ISIN IN9274G001034. Remaining 143,972 partly paid up equity shares will be listed for trading on NSE and BSE on receipt of second call money.
- 5 Effective 1 April 2019, the Group adopted Ind AS 116 "Leases", applied to all contracts having lease components existing on 1 April 2019 using the modified retrospective method. Accordingly, the Group has not restated comparative information. The Group has measured the lease liability at present value of remaining lease payments discounted using the incremental borrowing rate as the date of initial application and Right of Use asset is measured at an amount equal to lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the balance sheet immediately before the date of initial application. On date of initial application, the adoption of new standard resulted in recognition of right of use Rs. 21,954.34 lakhs and a lease liability of Rs. 22,963.35 lakhs.
- 6 During the quarter, the Company has further acquired 9% equity stake of "Transerv Private Limited" through one of its wholly owned subsidiary. By virtue of control as per Ind AS 110 - Consolidated Financial Statements, "Transerv Private Limited" has become subsidiary of the Company.
- 7 During the quarter, the Company has entered into series of bilateral assignment transactions against outstanding loan portfolio. In the light of this, the management has concluded that the business model for loan against property ("LAP") has changed from "hold to collect" to "hold to collect and sale". Accordingly, as per the requirements of Ind-AS, eligible portfolio of loans outstanding has been fair valued and an amount of Rs. 802.06 lakhs has been recognised in other comprehensive income.
- 8 During the quarter, the Company has made investment in two newly incorporated companies through its wholly owned subsidiary.
- 9 During the quarter ended 30 June 2019, Indiabulls Consumer Finance Limited ("ICFL"), a wholly owned subsidiary of the Holding Company, has issued and allotted non- convertibles debentures ("NCDs") as follows:

Particulars	Amount in Rs. Lakh	Date of issue	Date of listing	
			NSE	BSE
Non convertible debentures- Public issue through Tranche II Prospectus*	8,476.44	27 June 2019	28 June 2019	28 June 2019
Non convertible debentures- Privately placed*	25,000.00	24 April 2019	2 May 2019	2 May 2019

*These NCDs are secured by way of first ranking pari passu charge on present and future receivables, current assets (including investments of "ICFL", owned by the Company) and accrued interest thereon.

10 Segment results

The Group's operating segments are established on the basis of those components of the group that are evaluated regularly by the Board of Directors (the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments'), in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of services, the differing risks and returns and the internal business reporting systems.

(Amount in Rs. Lakh)

Particulars	Quarter ended			Year ended
	30 June 2019	31 March 2019	30 June 2018	31 March 2019
	(Unaudited)	(Unaudited) (Refer note 3)	(Unaudited)	(Audited)
Segment revenue				
Broking and related activities	5,780.47	5,522.55	7,367.48	28,099.42
Financing and related activities	61,974.20	50,694.15	26,513.90	164,982.70
Others	3,277.94	3,744.81	1,041.78	6,286.53
Total	71,032.61	59,961.51	34,923.16	199,368.65
Less: Inter segment revenue	(5.28)	(2.62)	(5.26)	(25.59)
Total revenue from operations	71,027.33	59,958.89	34,917.90	199,343.06
Segment results				
Profit before tax and interest expense				
Broking and related activities	2,306.71	2,408.78	2,666.34	9,440.09
Financing and related activities	12,088.60	13,581.27	10,730.20	58,127.95
Others	4,520.81	1,459.76	735.30	2,285.00
Total	18,916.12	17,449.81	14,131.84	69,853.04
(i) Less: Interest expense	(1,786.76)	(1,610.80)	(2,028.62)	(7,097.00)
(ii) Add: Other unallocable income / (expenses)	(151.50)	(749.15)	56.48	171.74
Profit before tax	16,977.86	15,089.86	12,159.70	62,927.78
Segment assets				
Broking and related activities	290,011.27	264,003.56	114,312.60	264,003.56
Financing and related activities	1,109,847.60	1,241,664.26	877,149.58	1,241,664.26
Others	39,093.51	36,704.05	19,419.86	36,704.05
Unallocable segment assets	71,491.34	59,176.37	15,080.76	59,176.37
Total	1,510,443.72	1,601,548.24	1,025,962.80	1,601,548.24
Segment liabilities				
Broking and related activities	48,093.50	159,362.58	98,920.64	159,362.58
Financing and related activities	775,949.04	782,055.07	505,668.77	782,055.07
Others	2,105.38	1,510.68	2,934.88	1,510.68
Unallocable segment liabilities	13,996.77	1,107.12	3,543.31	1,107.12
Total	840,144.69	944,035.45	611,067.60	944,035.45
Capital employed (segment assets - segment liabilities)				
Broking and related activities	241,917.77	104,640.98	15,391.96	104,640.98
Financing and related activities	333,898.56	459,609.19	371,480.81	459,609.19
Others	36,988.13	35,193.37	16,484.98	35,193.37
Unallocable capital employed	57,494.57	58,069.25	11,537.45	58,069.25
Total	670,299.03	657,512.79	414,895.20	657,512.79

Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi 110 001.
Corporate Identification Number: L74999DL1995PLC069631

For and on behalf of Board of Directors

Place : Mumbai
Date : 31 July 2019

Divyesh B. Shah
CEO & Whole-time Director

Indiabulls Ventures Limited
(CIN: L74999DL1995PLC069631)
Statement of Unaudited Standalone Financial Results
for the quarter ended 30 June 2019

(Amount in Rs. Lakh)

Statement of unaudited standalone financial results for the quarter ended 30 June 2019

Particulars	Quarter ended			Year ended
	30 June 2019 (Unaudited)	31 March 2019 (Unaudited) (Refer note 2)	30 June 2018 (Unaudited)	31 March 2019 (Audited)
1 Revenue from operations				
Interest income	3,382.31	4,635.01	1,701.01	10,114.12
Dividend income	6,457.70	-	4,627.97	4,651.37
Total revenue from operations	9,840.01	4,635.01	6,328.98	14,765.49
2 Other income	81.92	202.45	86.84	490.89
3 Total income (1+2)	9,921.93	4,837.46	6,415.82	15,256.38
4 Expenses :				
Finance costs	1,012.53	846.55	1,412.99	4,169.57
Fees and commission expense	4.34	4.14	3.62	15.85
Impairment on financial instruments	-	-	-	5.00
Employee benefits expenses	286.69	287.17	411.95	1,360.09
Depreciation and amortisation expense	3.52	3.64	3.86	14.93
Other expenses	43.13	180.58	15.79	294.53
Total expenses	1,350.21	1,322.08	1,848.21	5,859.97
5 Profit before tax (3-4)	8,571.72	3,515.38	4,567.61	9,396.41
6 Tax expense:				
(a) Current tax	715.02	716.79	214.83	1,288.40
(b) Deferred tax expense	(233.58)	201.03	(79.14)	367.82
Total tax expense	481.44	917.82	135.69	1,656.22
7 Profit from continuing operations after tax (5-6)	8,090.28	2,597.56	4,431.92	7,740.19
8 Profit from discontinued operations	575.25	488.89	933.58	3,405.00
9 Tax expense of discontinued operations	32.31	234.04	27.73	600.16
10 Profit from discontinued operations (after tax) (8-9)	542.94	254.85	905.85	2,804.84
11 Profit for the period (7+10)	8,633.22	2,852.41	5,337.77	10,545.03
12 Other comprehensive income				
(i) Items that will not be reclassified to profit or loss	7.13	(30.82)	84.22	(76.41)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.71)	11.39	(8.72)	(5.21)
Total other comprehensive income	5.42	(19.43)	75.50	(81.62)
13 Total comprehensive income for the year (11+12)	8,638.64	2,832.98	5,413.27	10,463.41
14 Paid-up equity share capital (face value of Rs. 2 per equity share)				11,348.78
15 Other equity as per statement of assets and liabilities				569,159.08
16 Earnings per equity share (EPS) for continuing operations (face value of Rs. 2 per equity share) (EPS for the quarters not annualised)				
(1) Basic (amount in Rs.)	1.35	0.44	0.92	1.42
(2) Diluted (amount in Rs.)	1.32	0.43	0.84	1.35
17 Earnings per equity share (EPS) for discontinued operations (face value of Rs. 2 per equity share) (EPS for the quarters not annualised)				
(1) Basic (amount in Rs.)	0.09	0.04	0.19	0.51
(2) Diluted (amount in Rs.)	0.09	0.04	0.17	0.49
18 Earnings per equity share (EPS) for continuing and discontinued operations (face value of Rs. 2 per equity share) (EPS for the quarters not annualised)				
(1) Basic (amount in Rs.)	1.44	0.48	1.11	1.93
(2) Diluted (amount in Rs.)	1.40	0.47	1.01	1.84

Notes to the Unaudited Standalone financial results:

- 1 These standalone financial results of Indiabulls Ventures Limited ('IBVL', 'the Company') for the quarter ended 30 June 2019 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 31 July 2019.
- 2 Figures for the quarter ended 31 March 2019 represents the balancing figures between the audited figures for the financial year and unaudited published year to date figures upto third quarter of the financial year.
- 3 The Chief Operating Decision Maker ("CODM") reviews the operations and makes allocation of resources on a Company level. Therefore, the operations of the Company fall under "stock broking and related activities" business only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. However during the quarter, the Company has presented "stock broking business" as discontinuing operation.
- 4 During the quarter, the Company has obtained shareholder's approval for the sale and transfer of stock broking business of the Company to Indiabulls Securities Limited (formerly Indiabulls Commodities Limited), a wholly owned subsidiary, by way of a slump sale. The effect of the transfer will be reflected in the financial information of the period in which the deal is consummated post receipt of all the requisite regulatory approvals.
- 5 Effective 1 April 2019, the Company adopted Ind AS 116 "Leases", applied to all contracts having lease components existing on 1 April 2019 using the modified retrospective method. Accordingly, the Company has not restated comparative information. The Company has measured the lease liability at present value of remaining lease payments discounted using the incremental borrowing rate as the date of initial application and Right of Use asset is measured at an amount equal to lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the balance sheet immediately before the date of initial application. On date of initial application, the adoption of new standard resulted in recognition of right of use Rs. 1,849.87 lakhs and a lease liability of Rs. 1,740.31 lakhs.
- 6 Pursuant to applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has issued and allotted 6,756,616 (Sixty Seven Lakhs Fifty Six Thousand Six Hundred Sixteen) Fully Paid-up Equity Shares of face value Rs. 2/- each, to eligible employees upon exercise of options vested in their favour under '-Indiabulls Ventures Limited Employees Stock Option Scheme - 2008' and 'Indiabulls Ventures Limited Employees Stock Option Scheme - 2009'. Consequent to said allotment, the paid-up Equity share capital of the Company stands increased to Rs. 1,148,372,132.80 divided into 528,787,506 Fully Paid-up Equity shares of face value Rs. 2/- each and 81,566,088 Partly Paid-up Equity Shares (PPS) of face value of Rs.2/- each (Paid-up value Rs.1.10 per PPS) and 1,343,030 Partly Paid-up Equity Shares (PPS) of face value of Rs.2/- each (Paid-up value Re.0.80 per PPS).
- 7 In respect of partly paid up equity shares of the Company issued and allotted under the rights issue in March 2018, during the quarter ended 31 March 2019, the Company had made second call of Rs. 36 per partly paid up equity share (including a premium of Rs. 35.70 per partly paid up equity share) on 82,909,118 partly paid up equity shares. The second call money in respect of 82,765,146 partly paid up equity shares out of 82,909,118 partly paid up equity shares has been received upto 30 June 2019 and same were listed for trading on National Stock Exchange of India Limited ('NSE') and BSE Limited ('BSE') under ISIN IN9274G001034. Remaining 143,972 partly paid up equity shares will be listed for trading on NSE and BSE on receipt of second call money.

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For and on behalf of Board of Directors

Place : Mumbai
Date : 31 July 2019

Divyesh B. Shah
CEO & Whole-time Director