

Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Balance Sheet as at June 30, 2010

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

	Schedule	As at June 30, 2010	As at March 31, 2010
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	1	680.77	340.39
Reserves and surplus	2	5,886.35	5,765.23
Loan funds			
Secured loans	3	22,057.73	16,500.50
Unsecured loans	4	4,243.93	1,856.12
		32,868.78	24,462.23
APPLICATION OF FUNDS			
Fixed assets			
Gross block	5	780.58	669.79
Less : Accumulated depreciation / amortisation		156.89	135.61
Net block		623.69	534.17
Capital work in progress including advances		11.63	1.23
Intangible assets (net)	5	32.60	33.55
Deferred tax asset (net)	6	15.09	33.35
Investments	7	1,646.71	1,406.71
Current Assets, Loans and Advances			
Cash and bank balances	8	2,705.91	2,682.07
Other current assets	9	2,094.81	1,878.88
Loans and advances	10	26,809.45	18,907.14
		31,610.17	23,468.09
Less : Current liabilities and provisions			
Current liabilities	11	825.30	810.28
Provisions	12	245.81	204.60
		1,071.10	1,014.87
Net current assets		30,539.06	22,453.22
		32,868.78	24,462.23
Notes to accounts	18		

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

For and on behalf of the Board of Directors

V.P.Nandakumar
Executive Chairman

I. Unnikrishnan
Managing Director

B.N Raveendra Babu
Joint Managing Director

M. Anandan
Director

A.L.Bindu
Chief Financial Officer

C.Radhakrishnan
Company Secretary

Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Profit and Loss Account for the quarter ended June 30, 2010

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

	Schedule	Quarter ended June 30, 2010	Year ended March 31, 2010
INCOME			
Income from services	13	1,839.98	4,699.78
Other income	14	28.08	82.24
		1,868.06	4,782.02
EXPENDITURE			
Personnel expenses	15	231.11	536.39
Operating and other expenses	16	482.65	1,000.76
Depreciation / amortization	6	24.01	57.37
Financial expenses	17	438.68	1,369.23
		1,176.45	2,963.75
Profit before tax		691.61	1,818.27
Less: Provision for tax			
- Current tax		211.84	640.11
- Deferred tax		18.26	(19.07)
- Fringe benefit tax		-	-
Profit after tax		461.51	1,197.23
Balance brought forward from previous year		917.13	188.73
Amounts adjusted on amalgamation of MAFIT			
--Profit after tax and appropriation for the financial year 2008-09		-	88.12
Profit available for appropriation		1,378.64	1,474.08
Appropriations:			
- Transfer to Statutory Reserve		-	239.45
- Transfer to General Reserve		-	119.72
- Transfer to Capital Redemption Reserve		-	17.15
- Interim Dividend on Equity Shares		-	-
- Dividend on Redeemable Preference Shares		-	-
- Proposed Dividend on Equity Shares		-	165.89
- Tax on distributed profit		-	27.21
Net profit carried forward to balance sheet		1,378.64	904.67

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

For and on behalf of the Board of Directors

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Executive Chairman

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Managing Director

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Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Schedules to accounts

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

	As at June 30, 2010	As at March 31, 2010
Schedule 1: Share capital		
<i>Authorized</i>		
530,000,000 equity shares of Rs. 2/- each (Previous year - 106,000,000 equity shares of Rs. 10/- each)	1,060.00	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>		
340,385,220 equity shares of Rs. 2/- each (Previous year - 34,038,522 equity shares of Rs. 10/- each) fully paid up	680.77	340.39
	-	-
	680.77	340.39
Schedule 2: Reserves and surplus		
<i>Capital redemption reserve</i>		
Opening balance	40.00	22.85
Add: Transferred from Profit and loss account	-	17.15
Less: Capitalised for bonus issue	(40.00)	-
	-	40.00
<i>Securities premium account</i>		
Opening balance	3,988.96	877.30
Add: Securities premium on merger of MAFIT as at April 1, 2008	-	4.22
Add: Securities premium of MAFIT from April 1, 2008 to March 31, 2009 (net of share issues expenses)	-	527.51
Add: Securities premium on issue of shares	-	2,656.12
Less: Capitalised for bonus issue	(300.39)	-
Less: Share issues expenses adjusted against securities premium	-	(76.19)
	3,688.57	3,988.96
<i>Statutory reserve</i>		
Opening balance	450.75	152.90
Add: Statutory Reserve on merger of MAFIT as at April 1, 2008	-	23.60
Add: Statutory Reserve of MAFIT from April 1, 2008 to March 31, 2009	-	34.80
Add: Transferred from Profit and loss account	-	239.45
	450.75	450.75
<i>General reserve</i>		
Opening balance	368.40	194.39
Add: General Reserve on merger of MAFIT - as at April 1, 2008	-	80.65
Add: General Reserve of MAFIT from April 1, 2008 to March 31, 2009	-	34.80
Less: Adjustment to General Reserve on merger with MAFIT	-	(61.17)
Add: Transferred from Profit and loss account	-	119.72
	368.40	368.40
<i>Profit & Loss Account</i>		
Profit & Loss Account	1,378.64	904.67
Add: Profit & Loss account on merger of MAFIT as at March 31, 2008	-	12.46
	1,378.64	917.13
	5,886.35	5,765.23

Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Schedules to accounts

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

	As at June 30, 2010	As at March 31, 2010
Schedule 3: Secured loans		
2,499,146 (Previous year - 2,619,833) 7.5% - 13.5% (Previous year 9% - 14.5%) Secured Non-convertible Debentures of Rs. 1,000 each redeemable at par at the end of the term of each series of debentures ranging between 1-5 years*	2,449.15	2,619.84
Add: Interest accrued and due thereon	5.13	19.52
	2,454.27	2,639.36
From bank		
- Cash credit	188.06	257.93
- Working Capital Term & Demand Loans	18,911.72	13,400.66
From Others		
- Working Capital Term & Demand Loans	500.00	200.00
Vehicle loans (Secured by hypothecation of vehicles)	3.68	2.55
	22,057.73	16,500.50
Schedule 4: Unsecured loans		
Deposits	15.54	18.54
Debenture application money	2.49	2.49
Inter-Corporate Deposits	1.90	2.84
Commercial Paper	2,906.68	650.73
Subordinate bond	1,310.76	1,165.14
Interest Accrued and Due	6.56	16.38
	4,243.93	1,856.12
Schedule 5: Fixed assets are set out in the following page		
Schedule 6: 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	(57.97)	(34.76)
Deferred tax asset		
Effect of expenditure debited to profit and loss account in the current year but allowed for tax purposes in following years	2.33	4.29
Provision for loans and advances	70.73	63.82
Net Deferred tax (asset) / liability	15.09	33.35

Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Schedules to accounts

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

Asset	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 1/4/2010	Additions	Deletions	As on 30/06/2010	As on 1/4/2010	For the Period	Sale Adj	As on 30/06/2010	As on 30/06/2010	As on 31/03/2010
Computer Equipment	168.81	19.56	0.63	187.75	62.68	7.55	0.23	70.01	117.74	106.14
Office Equipments	60.19	11.05	0.19	71.05	13.60	5.55	0.13	19.02	52.02	46.59
Vehicles	9.55	2.10	0.99	10.66	2.52	0.22	0.34	2.40	8.26	7.03
Furniture and Fittings	383.90	79.82	-	463.72	56.38	8.77	0.20	64.95	398.76	327.52
Land	31.32	-	-	31.32	-	-	-	-	31.32	31.32
Buildings	15.12	-	-	15.12	0.41	0.06	-	0.47	14.64	14.71
Plant & Machinery	0.90	0.07	-	0.97	0.02	0.02	-	0.03	0.93	0.88
Total	669.79	112.60	1.81	780.58	135.61	22.18	0.90	156.89	623.69	534.17
Computer software	46.03	0.88	-	46.91	12.48	1.83	-	14.31	32.60	33.55
Grand Total	715.82	113.48	1.81	827.49	148.09	24.01	0.90	171.20	656.29	567.73

Manappuram General Finance & Leasing Limited

Financial Statements for the quarter ended June 30, 2010

Schedules to accounts

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

	As at June 30, 2010	As at March 31, 2010
Schedule 7: Investments		
Long Term Investments		
<i>(Quoted, at cost)</i>		
A. Other than trade		
62,000 (Previous year - 62,000) units of Rs. 100 each in 7.38% Govt. of India Loan	6.15	6.15
Current Investments - Trade (Quoted, at lower of cost and market value)		
1,629 units (previous year - 1,629) of Rs. 20.46 each in Sundaram Mutual Fund	-	0.03
279,730 units (previous year - Nil) of Rs. 1,001.29 each in Reliance Money Manager Fund - Institutional Option - Daily Dividend	-	280.09
13,978,308 units (previous year - Nil) of Rs. 10.0179 each in DWS Ultra Short Term Fund - Institutional Daily Dividend - Reinvest	-	140.03
98,035,440 units (previous year - Nil) of Rs. 10 each in LICMF - Floating Rate Fund - Short term plan - Daily Dividend Plan	-	980.35
144,824,984 units (previous year - Nil) of Rs. 10 each in LICMF - Liquid Fund - Dividend Plan	1,590.51	-
4,999,414 units (previous year - Nil) of Rs 10 each in Principal Floating Rate Fund - FMP - Insti. Option - Dividend Reinvestment Daily	50.01	-
	-	-
Investment in Companies	0.05	0.05
	1,646.71	1,406.71
Aggregate amount of quoted investments	1,646.68	1,406.68
Market value of quoted investments	1,646.68	1,406.68
Aggregate amount of unquoted investments	0.03	0.03

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Financial Statements for the quarter ended June 30, 2010

Schedules to accounts

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

	As at June 30, 2010	As at March 31, 2010
Schedule 8: Cash and bank balances		
Cash on hand	715	645
Balances with scheduled banks		
- on current accounts	696	841
- on deposit accounts	1,293	1,194
- on unpaid dividend accounts	2	2
	2,706	2,682
Schedule 9: Other current assets		
Interest accrued	2,061	1,828
Stock of foreign currency	1	-
Stock of gold coins etc.	31	49
Others	2	2
	2,095	1,879
Schedule 10: Loans and advances		
Secured, considered good		
Loans:		
- Gold	26,313	18,456
- Hypothecation	130	172
- Stock on Hire	6	8
- Others	59	58
Unsecured, considered good		
Advances recoverable in cash or kind or for value to be received	117	62
Deposits	185	151
	26,809	18,907
Secured, considered doubtful		
Loans:		
- Gold	64	56
- Hypothecation	127	114
- Stock on Hire	15	14
- Others	6	6
Unsecured, considered doubtful		
Advances recoverable in cash or kind or for value to be received	2	2
	213	192
Less: Provision for doubtful loans and advances	213	192
	26,809	18,907

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Schedules to accounts

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

	As at June 30, 2010	As at March 31, 2010
Schedule 11:Current liabilities		
Sundry creditors for expenses*	375.06	203.75
Book overdraft	-	6.68
Interest accrued but not due on loans	119.73	114.17
Unmatured finance charges	138.08	339.17
Sundry deposits	19.55	20.08
Investor Education and Protection Fund shall be credited by following amounts (as and when due)	-	-
a) Unpaid dividends	2.13	2.13
b) Unpaid matured Deposits	4.58	4.58
Other liabilities	166.16	119.72
	825.30	810.28
	-	-

* There are no dues outstanding to any enterprises covered under Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company during the year and as at June 30, 2010 and March 31, 2010.

Schedule 12:Provisions

Provisions for taxation (net of advance tax and tax deducted at source)	47.35	6.13
Provision for dividend on preference shares	-	-
Proposed final dividend	170.19	170.19
Tax on proposed dividend	28.27	28.27
	245.81	204.60

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Schedules to accounts

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

	Period ended June 30, 2010	Year ended March 31, 2010
Schedule 13: Income from services		
Interest and other income from		
- Gold and other loans	1,820.81	4,575.15
- Business loans	0.42	2.24
- Personal loans	(0.01)	4.36
- Hypothecation and hire purchase loans	12.16	90.86
- Others	1.24	2.49
Income from fee based activities	-	-
- Money transfer	5.15	21.26
- Others	0.21	3.41
	1,839.98	4,699.78
Schedule 14: Other income		
Interest (gross)	19.54	66.26
Foreign exchange gain (net)	(0.00)	(0.01)
Bad debts recovered	1.15	3.55
Others	7.39	12.44
	28.08	82.24
Schedule 15: Personnel expenses		
Salaries, wages and bonus	209.85	492.87
Contribution to provident and other funds	20.75	41.37
Staff welfare expenses	0.51	2.16
	231.11	536.39
Schedule 16: Operating and other expenses		
Rent	53.86	133.27
Electricity	6.69	18.29
Travel and conveyance	17.78	53.79
Communication expenses	4.55	14.74
Advertisement	296.73	482.81
Directors sitting fees	0.25	0.92
Repairs and maintenance	-	-
- Vehicles	0.50	1.56
- Others	8.36	17.64
Legal and professional fees	18.21	24.42
Security charges	20.42	54.90
Rates and taxes	3.51	9.96
Printing and stationery	3.78	17.65
Bad debts	10.70	53.42
Provision for loans and advances	20.81	88.58
Miscellaneous expenses	16.49	28.81
	482.65	1,000.76
Schedule 17: Financial expenses		
Interest	-	-
- on Debentures	67.24	288.69
- on Deposits	0.56	3.84
- on Bank Borrowings	281.57	812.93
- on Subordinate Bonds	41.26	134.78
- on Commercial Papers	33.57	57.47
- Others	0.33	6.83
Bank and other charges	14.15	64.69
	438.68	1,369.23