

MOTILAL OSWAL FINANCIAL SERVICES LTD

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STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 10

(Rs. in Lacs)

Particulars	Quarter Ended		Half Year Ended		Year Ended
	30.9.2010	30.9.2009	30.09.2010	30.09.2009	31.03.2010
1 a. Income from Operations	851	1,197	2,094	2,545	5,109
b. Other Operating Income	26	1	27	2	4
Total	877	1,198	2,121	2,547	5,113
2. Expenditure					
a. Operating Cost	66	1	67	3	8
b. Employees cost	36	37	74	67	153
c. Depreciation	0	0	0	0	0
d. Marketing & brand promotion	54	27	112	40	127
e. Other expenditure	10	18	51	48	122
Total	166	83	304	158	411
3. Profit from Operations before other income, interest and exceptional items (1-2)	711	1,115	1,818	2,389	4,702
4. Other Income	18	1,099	1,407	1,156	1,312
5. Profit before interest and exceptional items (3+4)	729	2,214	3,225	3,545	6,014
6. Interest	1	153	1	233	285
7. Profit after interest but before exceptional items (5-6)	728	2,061	3,224	3,312	5,729
8. Exceptional items	-	-	-	-	-
9. Profit/Loss from ordinary activities before tax (7+8)	728	2,061	3,224	3,312	5,729
10. Tax expense	207	322	576	728	1,491
11. Net profit/loss from ordinary activities after tax (9-10)	521	1,739	2,648	2,584	4,238
12. Extraordinary item (net of tax expense Rs.)	-	-	-	-	-
13. Net profit/loss for the period (11-12)	521	1,739	2,648	2,584	4,238
14. Paid-up equity share capital (Face Value of Rs 1/- Per share)	1,443	1,431	1,443	1,431	1,432
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year					45,911
16. Earnings Per Share (EPS)					
a) Basic EPS	0.36	1.22	1.85	1.82	2.97
b) Diluted EPS	0.36	1.22	1.84	1.81	2.97
17. Proposed Dividend Per Share (Face Value Rs. 1 each)	-	-	-	-	1.20
18. Public shareholding					
Number of shares	44,364,636	43,117,637	44,364,636	43,117,637	43,268,016
Percentage of shareholding	30.75%	30.14%	30.75%	30.14%	30.22%
19. Promoters and promoter group Shareholding					
a) Pledged/Encumbered					
- Number of shares	8,500,000	17,585,000	8,500,000	17,585,000	8,500,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	8.51%	17.60%	8.51%	17.60%	8.51%
- Percentage of shares (as a % of the total share capital of the company)	5.89%	12.29%	5.89%	12.29%	5.94%
b) Non-encumbered					
- Number of shares	91,390,193	82,349,704	91,390,193	82,349,704	91,404,200
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	91.49%	82.40%	91.49%	82.40%	91.49%
- Percentage of shares (as a % of the total share capital of the company)	63.36%	57.57%	63.36%	57.57%	63.84%

Notes: -

1)) The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its Meeting held on Wednesday, 20th October, 2010. The results for the quarter and half year ended 30th September, 2010 have been reviewed by the Statutory Auditors of the Company in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India.

2) The Company is engaged in single segment as defined in AS-17, hence segment reporting is not applicable to the Company.

3) Pursuant to the approval of the members obtained at the 5th Annual General Meeting of the Company held on 24th July, 2010, a Committee of the Board of Directors of the Company at its Meeting held on 11th August, 2010, has allotted 9,84,463 equity shares of the face value of Re.1 each at the rate of Rs. 167.93 per share to certain employees of Motilal Oswal Investment Advisors Private Limited (MOIAPL), a subsidiary of the Company, in discharge of the purchase consideration for acquisition of 62,500 equity shares of Rs. 10 each of MOIAPL acquired by the Company from them.

4) Other income during the half year ended 30.09.2010 includes dividend amount of Rs. 1,340.62 lacs received from subsidiary Company Motilal Oswal Investment Advisors (P) Ltd.

5) During the current quarter 'ESOP Committee' of the Board of Directors of the Company at its meeting held on 27th September, 2010 has allotted 35,750 Equity Shares of the face value of Re. 1 each fully paid-up to the Employees on exercise of the Stock Options granted in accordance with the provisions of the 'Motilal Oswal Financial Services Limited - Employees' Stock option Scheme - III.

6) In respect of the arbitrage open positions as on 30th September 2010, in accordance with the accounting policy followed by the company on the grounds of prudence as prescribed under Accounting standard -1, the company has not recognized mark-to-market net profit (after tax) of Rs 222 lacs and Rs 228 lacs for the quarter and half-year ended 30th September 2010 respectively.

7) The previous financial quarter /half year / year figures have been regrouped/rearranged wherever necessary to make them comparable

8) Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th September, 2010

Number of complaints	Opening balance	Additions	Disposal	Closing balance
	NIL	4	4	NIL

9) As per Clause 41 of the Listing Agreement, the standalone results will be available on the Company's website www.motilaloswal.com.

10) STATEMENT OF ASSETS & LIABILITIES (STANDALONE)

(Rs in Lakhs)

Particulars	Half year ended	
	Unaudited	
	30.09.2010	30.09.2009
1.Shareholder's Fund		
a) Share Capital	1,443	1,431
b) ESOP outstanding	4	4
c) Share Application Money	-	2
d) Reserves & Surplus	50,311	45,906
	51,758	47,343
2. Loan Fund		
a) Secured Loan	-	-
b) Unsecured Loan	9,396	7,502
	9,396	7,502
3. Deferred Tax Liability (Net)	177	-
TOTAL	61,330	54,845
4. Fixed Assets	11,800	9,875
5. Investments	7,477	5,598
6. Deferred Tax Assets (Net)	-	2
7. Current Assets, Loans & Advances		
a) Inventories	9,981	14,131
b) Sundry Debtors		
c) Cash & Bank balances	171	257
d) Loans & Advances	39,729	28,376
e) Other current Assets	1	0
	49,882	42,764
8. Less: Current Liabilities & Provisions		
a) Current Liabilities	3,636	90
b) Provisions	4,193	3,304
	7,829	3,394
Net Current Assets	42,053	39,370
TOTAL	61,330	54,845

On behalf of the Board of Directors
Motilal Oswal Financial Services Limited

Motilal Oswal
Chairman & Managing Director

Mumbai, 20th October, 2010
investors@motilaloswal.com.