

AUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2009

(Rupees in Lacs)

Particulars	Quarter ended 30th September		Half Year ended 30th September		Year ended 31st March
	2009	2008	2009	2008	2009
Income from Operations	35298.18	32758.72	67321.45	62223.28	136482.34
Total	35298.18	32758.72	67321.45	62223.28	136482.34
Financial Expenses	12050.86	13115.37	24153.67	24144.66	50986.19
Staff Cost	3116.91	3133.81	6660.07	5738.24	11728.46
Other Expenses	4573.16	4212.22	7827.93	7324.05	14076.66
Provisions and Write Off	5955.94	6977.72	13732.53	15774.86	28239.04
Depreciation & Amortisation	214.57	189.17	449.15	403.30	872.81
Total	25911.44	27628.29	52823.35	53385.11	105903.16
Profit from Operations before Other Income, Exceptional Item	9386.74	5130.43	14498.10	8838.17	30579.18
Other Income	952.52	332.32	1860.10	811.25	1983.85
Profit from Ordinary Activities Before Tax	10339.26	5462.75	16358.20	9649.42	32563.03
Tax Expense	3419.00	1940.61	5438.00	3451.38	11110.97
Net Profit	6920.26	3522.14	10920.20	6198.04	21452.06
Paid-up Equity Share Capital (Face Value of Rs.10/- each)			9576.17	9545.68	9571.09
Reserves					137215.78
Earning Per Share **					
Basic (Rs.)	7.23	3.69	11.40	6.49	22.46
Diluted (Rs.)	7.14	3.63	11.27	6.40	22.14
Total Public Shareholding					
Number of shares	37520118	37215248	37520118	37215248	37469327
Percentage of holdings	38.72%	38.41%	38.72%	38.41%	38.67%
Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered					
Number of shares	0	N/A	0	N/A	0
Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	0.00%	N/A	0.00%	N/A	0.00%
Percentage of shares (as a % of the total share capital of the company)	0.00%	N/A	0.00%	N/A	0.00%
b) Non-encumbered					
Number of shares	59380407	N/A	59380407	N/A	59431198
Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	100.00%	N/A	100.00%	N/A	100.00%
Percentage of shares (as a % of the total share capital of the company)	61.28%	N/A	61.28%	N/A	61.33%

CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2009

Particulars	Quarter ended 30th September		Half Year ended 30th September		Year ended 31st March
	2009	2008	2009	2008	2009
Income from Operations	35932.27	33105.31	68679.93	63005.17	138171.07
Total	35932.27	33105.31	68679.93	63005.17	138171.07
Financial Expenses	12062.51	13136.29	24184.13	24183.31	51086.62
Staff Cost	3965.00	3441.24	7853.76	6309.07	12855.83
Other Expenses	3878.44	4087.36	6954.83	7075.71	13524.23
Provisions and Write Off	5959.00	6988.27	13745.42	15796.67	28250.24
Depreciation & Amortisation	218.57	192.08	456.66	408.43	882.99
Total	26083.52	27845.24	53194.80	53773.19	106599.91
Profit from Operations before Other Income, Exceptional Item and Minority Interest	9848.75	5260.07	15485.13	9231.98	31571.16
Other Income	866.63	322.19	1719.21	800.17	1873.65
Profit from Ordinary Activities Before Tax and Minority Interest	10715.38	5582.26	17204.34	10032.15	33444.81
Tax Expense	3544.77	1999.86	5718.21	3619.45	11475.85
Net Profit After Tax and before Minority Interest	7170.61	3582.40	11486.13	6412.70	21968.96
Excess / (Short) provision for Income Tax - Earlier Years (net)	0.00	0.00	0.00	0.00	(0.03)
	7170.60	3582.40	11486.13	6412.70	21968.93
Minority Interest in Profit / (Loss)	3.78	0.00	6.14	0.00	(1.12)
Net Profit After Tax and Minority Interest	7166.83	3582.40	11479.99	6412.70	21970.05
Paid-up Equity Share Capital (Face Value of Rs.10/- each)			9576.17	9545.68	9571.09
Reserves					138534.76
Earning Per Share **					
Basic (Rs.)	7.48	3.75	11.99	6.72	23.01
Diluted (Rs.)	7.40	3.70	11.85	6.62	22.67
Total Public Shareholding					
Number of shares	37520118	37215248	37520118	37215248	37469327
Percentage of holdings	38.72%	38.41%	38.72%	38.41%	38.67%
Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered					
Number of shares	0	N/A	0	N/A	0
Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	0.00%	N/A	0.00%	N/A	0.00%
Percentage of shares (as a % of the total share capital of the company)	0.00%	N/A	0.00%	N/A	0.00%
b) Non-encumbered					
Number of shares	59380407	N/A	59380407	N/A	59431198
Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	100.00%	N/A	100.00%	N/A	100.00%
Percentage of shares (as a % of the total share capital of the company)	61.28%	N/A	61.28%	N/A	61.33%

****Earning per share for the interim period is not annualised**

Notes:

- 1) The above results have been approved by the Board of Directors of the Company at its Meeting held on 26th October,2009.
- 2) The company has a single reportable segment, namely, financial services for the purpose of Accounting Standard 17 on Segment Reporting.
- 3) The Company has complied with the prudential guidelines issued by the Reserve Bank of India in respect of Income Recognition and Provision for Non Performing Assets.
- 4) Income from Operations for the quarter includes Income from fresh assignment transactions (net of upfront provision for loss/expenses) of Rs.1657.73 Lacs (Sept.'08 : Rs.1578.75 lacs).

Income from Operations for the half year includes Income from fresh assignment transactions(net of upfront provision for loss/expenses) of Rs.2925.84 lacs (Sept 08: Rs.3036.18 lacs, March 09 : Rs.9767.98 lacs) & a write back of provision on earlier securitisation / assignment transactions of Rs.841.39 lacs (Sept.'08 : Rs.480.32 lacs, March 09 : Rs.766.76 lacs) no longer required.

- 5) The Consolidated results includes the Financial Results of the subsidiaries Mahindra Insurance Brokers Ltd., Mahindra Rural Housing Finance Ltd. and Mahindra Business & Consulting Services Private Ltd.
- 6) Information on Investor Complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th September, 2009.

Particulars	Opening Balance	Additions	Disposals	Closing Balance
Number of Complaints	0	26	26	0

- 7) Previous period/year figures are regrouped, wherever found necessary.

For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Ltd.

sd/-
Ramesh Iyer
Managing Director

Date : 26th October,2009
Place : Mumbai