

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2011

(₹ in crores)

SL NO	PARTICULARS	QUARTER ENDED		YEAR ENDED
		30.6.2011 (Reviewed)	30.6.2010 (Reviewed)	31.3.2011 (Audited)
1	Sales and other receipts	2,445.82	2,028.53	9,560.57
2	Expenditure			
	a) Cost of land, plots, development rights and constructed properties	726.38	541.54	3,522.76
	b) Cost of revenue - others	215.82	192.11	777.18
	c) Staff cost	145.63	129.03	572.13
	d) Depreciation, amortisation and impairment	170.19	149.83	630.72
	e) Other expenditure	247.02	186.27	935.83
	Total	1,505.04	1,198.78	6,438.62
3	Profit before Other income & Interest (1-2)	940.78	829.75	3,121.95
4	Other income	57.41	132.10	583.88
5	Profit before interest (3+4)	998.19	961.85	3,705.83
6	Finance charges	496.41	388.44	1,705.62
7	Profit before tax (5-6)	501.78	573.41	2,000.21
8	Tax expense*	127.84	167.86	459.41
9	Net profit (before minority interest, share of profit/ (loss) in associates and prior period adjustments (7-8))	373.94	405.55	1,540.80
10	Minority interest - share of loss/ (profit)	(16.56)	(3.14)	(7.24)
11	Share of profit/ (loss) in associates	4.15	5.38	8.83
12	Net profit for the period (before prior period adjustments)	361.53	407.79	1,542.39
13	Prior period adjustments (net)	(3.17)	3.24	97.22
14	Net profit (12+13)	358.36	411.03	1,639.61
15	Paid up Equity Share Capital (face value ₹ 2 each)	339.51	339.48	339.51
16	Reserves excluding revaluation reserves	-	-	24,153.65
17	Basic EPS (₹) (on ₹ 2 Per share) (not annualised)	2.11	2.42	9.66
18	Diluted EPS (₹) (on ₹ 2 Per share) (not annualised)	2.11	2.42	9.64
19	Public Shareholding			
	- Number of shares	362,768,674	362,600,100	362,768,674
	- Percentage of shareholding	21.37%	21.36%	21.37%
20	Promoters and Promoter Group Shareholding			
	a) Pledged/Encumbered			
	Number of Shares	0	0	0
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.00%	0.00%
	Percentage of Shares (as a % of the total share capital of the Company)	0.00%	0.00%	0.00%
	b) Non-encumbered			
	Number of Shares	1,334,803,120	1,334,803,120	1,334,803,120
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the Company)	78.63%	78.64%	78.63%

* Tax expense include deferred tax

Notes to the Consolidated Financial Results

1. The above consolidated quarterly results includes the Profit/(loss) from the following major Non-Core business/ subsidiaries:

Name of Subsidiary/Business	For the quarter ended June 30, 2011
DLF Pramerica Life Insurance Company Limited	(18.58)
Hotel business	(29.28)
Total	(47.86)

- (₹ in Crores)
2. The above consolidated quarterly results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 2, 2011 and have undergone 'Limited Review' by the Statutory Auditors of the Company.
3. The consolidated quarterly results have been prepared in accordance with the principles and procedures for the preparation and presentation of consolidated accounts as set out in the Accounting Standards (AS-21, AS-23 and AS-27) notified pursuant to the Companies (Accounting Standard) Rules, 2006 issued by the Central Government in exercise of the powers conferred under sub section (I) (a) of Section 642 of the Companies Act, 1956.
4. The Group is primarily engaged in the business of colonization and real estate development, which as per Accounting Standard – 17 on "Segment Reporting" notified pursuant to the Companies (Accounting Standard) Rules, 2006 issued by the Central Government in exercise of the powers conferred under sub section (I) (a) of Section 642 of the Companies Act, 1956 is considered to be the only reportable business segment. The Company is primarily operating in India which is considered as a single geographical segment.
5. In terms of the accounting policies for Revenue recognition, estimates of projects sales revenue and costs are reviewed periodically by the management and the effect of any changes in such estimates is recognised in the period in which such changes are determined.
6. During the quarter, as per the Employees Stock Option Scheme 2006, ₹ 13.79 crores has been provided as staff cost, according to the Guidance Note on Share based payments issued by the ICAI, as the proportionate cost of 6,836,843 number of options outstanding as on June 30, 2011.
7. Consolidated quarterly results include total revenues of ₹ 97.95 crores and net loss of ₹ 6.72 crores of overseas subsidiary Silverlink Resorts Limited, ("Silverlink"), its subsidiaries, joint ventures and associates which is consolidated based on the financial statements for the quarter January 1, 2011 to March 31, 2011. No material event, affecting the financial results of the Silverlink has occurred during the period April 1, 2011 to June 30, 2011.

Auditors of Silverlink have qualified their report in respect of the balances in translation reserve and accumulated losses brought forward from the financial year ended 31 December 2004 as these are yet to be fully reconciled. These reconciliations pertain to prior to acquisition of Silverlink by the Company. The management of Silverlink is of the opinion that these reconciliation, if any, will not have any impact on the net worth of the Company. Further, the difference, if any, in reconciliation will interalia, change only the balance in translation reserve and accumulated brought forward losses pertaining to pre acquisition of Silverlink.

8. The Standalone quarterly results of the Company for the quarter ended June 30, 2011 are available on the Company's Website (www.dlf.in).

Key standalone financial information is given below:

Particulars	(₹ in crores)		
	Quarter ended		Year Ended
	June 30, 2011 (Reviewed)	June 30, 2010 (Reviewed)	March 31, 2011 (Audited)
Sales and other receipts	685.74	651.89	2,916.08
Profit before tax	124.96	251.76	1,555.21
Net profit	92.64	205.10	1,269.58

9. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and Diluted Earning Per Share (not annualised) in accordance with AS – 20 “Earnings per share”.

10. Income Tax and other matters:

- (a) During the quarter ended June 30, 2011, the Company received an assessment order for AY 2008-09 from the Income Tax Authorities, creating an additional demand of ₹ 546.85 crores out of which, ₹ 487.23 crores pertains to demand on account of disallowance of SEZ profit u/s 80IAB of Income Tax Act. During the last year, the group had also received similar demands on account of disallowance of SEZ profits in two of its subsidiaries totaling ₹ 1156.19 crores. The respective companies have challenged these order with the appropriate authorities.

Based on the advice from the independent tax experts, the Group is confident that the additional demand so created will not be sustained. Pending the order of the appellate authorities, no provision has been made in these consolidated financial results.

- (b) During the year ended March 31, 2011, the Company and two of its subsidiaries received two judgments from the Hon'ble High Court of Punjab and Haryana cancelling the release/ sale deed of land relating to two IT SEZ/ IT Park Projects in Gurgaon. The Company and its subsidiaries have filed Special Leave petitions (SLP) challenging the order in the Honorable Supreme Court of India.

Based on the advice of the independent legal counsel, the Company and its subsidiaries have a reasonably strong likelihood of succeeding before the Hon'ble Supreme Court. Pending the final decision on the matter; no adjustment has been done in these consolidated financial results

11. Amalgamation/Merger of Subsidiaries:-

- a) During the quarter ended June 30, 2011, the Order of the Hon'ble High Court of Delhi sanctioning the scheme of Amalgamation of (1) Falguni Builders Private Limited (2) Ganika Builders Private Limited and (3) Gulika Home Developers Private Limited with Aadarshini Real Estate Developers Private Limited (all subsidiaries of DLF Limited) has been filed with Registrar of Company on April 13, 2011 and accordingly the effect of the same has been taken in the above consolidated quarterly results.
- b) As per the Certificate issued on May 17, 2011 by the Registrar of Corporate Affairs of the British Virgin Islands, Overseas Hotels Limited has merged into Silverlink Resorts Limited (both are subsidiaries of DLF Limited) and accordingly effects of the same has been taken in the above consolidated quarterly results.
12. Status of Investors Complaints (Nos): Opening Balance as on April 1, 2011 (Nil) Received during the quarter (21); Disposed off during the quarter (21); Closing balance as on June 30, 2011 (Nil).
13. The previous period figures have been regrouped/ recast wherever necessary to make them comparable with those of the current period.

On behalf of the Board of Directors

Place: New Delhi
Date: August 2, 2011

T. C. Goyal
Managing Director