

DLF Limited

Regd. Office: Shopping Mall 3rd Floor, Arjun Marg, Phase I DLF City, Gurgaon - 122 022 (Haryana)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2010

(Rs in crores)

SL NO	PARTICULARS	QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED
		31.12.2010 (Reviewed)	31.12.2009 (Reviewed)	31.12.2010 (Reviewed)	31.12.2009 (Reviewed)	31.03.2010 (Audited)
1	Sales and other receipts	2,479.93	2,025.77	6,877.48	5,426.57	7,422.87
2	Expenditure					
	a) Cost of land, plots, development rights and constructed properties	763.55	673.30	2,113.08	1,615.90	2,071.51
	b) Cost of revenue - others	189.08	122.60	587.38	361.09	508.03
	c) Staff cost	133.77	128.93	424.98	350.03	466.77
	d) Depreciation and amortisation	161.21	79.96	465.01	229.93	324.93
	e) Other expenditure	215.55	257.67	665.58	598.35	864.99
	Total	1,463.16	1,262.46	4,256.03	3,155.30	4,236.23
3	Profit before Other income & Interest (1-2)	1,016.77	763.31	2,621.45	2,271.27	3,186.64
4	Other Income	114.30	126.04	397.25	281.56	428.03
5	Profit before Interest (3+4)	1,131.07	889.35	3,018.70	2,552.83	3,614.67
6	Finance charges	427.72	256.83	1,249.92	792.83	1,110.04
7	Profit before Tax (5-6)	703.35	632.52	1,768.78	1,760.00	2,504.63
8	Tax Expense*	202.59	168.40	443.86	459.46	702.25
9	Net Profit (before Minority Interest, share of Profit/(Loss) in associates and prior period adjustments (7-8))	500.76	464.12	1,324.92	1,300.54	1,802.38
10	Minority Interest - Share of loss/(profit)	(28.41)	2.85	(38.47)	7.04	10.79
11	Share of Profit/ (Loss) in Associates	(0.20)	(3.97)	5.13	(4.17)	0.82
12	Net Profit for the period (before prior period adjustments)	472.15	463.00	1,291.58	1,303.41	1,813.99
13	Prior period adjustments (net)	(6.48)	4.89	3.49	0.22	(94.15)
14	Net Profit (12+13)	465.67	467.89	1,295.07	1,303.63	1,719.84
15	Paid up Equity Share Capital (face value Rs. 2/- each)	339.51	339.47	339.51	339.47	339.48
16	Reserves excluding revaluation reserves	-	-	-	-	24,151.89
17	Basic EPS (Rs.) (on Rs.2/-Per share) (not annualised)	2.74	2.76	7.63	7.68	10.13
18	Diluted EPS (Rs.) (on Rs.2/-Per share) (not annualised)	2.74	2.75	7.61	7.67	10.11
19	Public Shareholding					
	- Number of shares	362,740,866	362,542,880	362,740,866	362,542,880	362,587,770
	- Percentage of shareholding	21.37%	21.36%	21.37%	21.36%	21.36%
20	Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered					
	Number of Shares	0	0	0	0	0
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.00%	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%	0.00%	0.00%
	b) Non-encumbered					
	Number of Shares	1,334,803,120	1,334,803,120	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%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the Company)	78.63%	78.64%	78.63%	78.64%	78.64%

* Tax expense include deferred tax

Notes to the Consolidated Financial Results

1. The above results includes the loss from following major Non-Core business/ subsidiaries:
(Rs. in Crores)

Name of Subsidiary/Business	For the quarter ended December 31, 2010
DLF Pramerica Life Insurance Company Limited (Life insurance business)	17.98
Hotel business	65.53
Retail brand business	2.40
Total	85.91

2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 31, 2011 and have undergone 'Limited Review' by the Statutory Auditors of the Company
3. The Consolidated Financial results has 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 and 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. During the quarter, as per the Employees Stock Option Scheme 2006:
- a) Rs. 6.83 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 70,27,077 options outstanding as on December 31, 2010.
- b) The Company has allotted 74,948 equity shares of face value of Rs. 2 each to the eligible employees of the Company on account of exercise of vested stock options.

6. Consolidated Financial results include total revenues of Rs. 93.75 crores and net loss of Rs. 40 crores of overseas subsidiary Silverlink Holdings Limited, its subsidiaries, joint ventures and associates (collectively referred to as “SHL”) which is consolidated based on the financial statements for the quarter July 1, 2010 to September 30, 2010.

The auditors of Silverlink Holding Limited, (“Silverlink”), have given their observation on certain existing and previous shareholders of Silverlink having ongoing claims against Silverlink which include repurchase of shares held by the shareholders in exchange for secured convertible notes to be issued by Silverlink. These claims originated in the years prior to acquisition of Silverlink by the Company. By way of order dated August 26, 2010 the Honorable High Court of Singapore issued its judgment on remedies which contains inter alia payment of USD 32.63 million (INR Rs 147.88 crores) (estimated as on the date of judgment) to plaintiffs and simultaneous completion of transfer of shares as agreed in the share repurchase agreement with plaintiff. The Court also ordered for nominal damages of USD 100 each to be awarded to both the plaintiffs (INR Rs 9,064) and though Silverlink is in the process of exploring its options to file an appeal against the said judgment, the claim of the plaintiffs have been fully provided for as at December 31, 2010.

7. The Standalone financial results of the Company for the quarter ended December 31, 2010 are available on the Company’s Website (www.dlf.in).

Key standalone financial information is given below:

(Rs. in crores)

Particulars	Quarter ended		Nine Months ended		Year Ended
	December 31, 2010 (Reviewed)	December 31, 2009 (Reviewed)	December 31, 2010 (Reviewed)	December 31, 2009 (Reviewed)	March 31, 2010 (Audited)
Sales and other receipts	875.17	887.16	2,069.12	1,619.32	2,419.21
Profit before tax	303.79	289.76	722.79	456.16	943.09
Net profit after tax	204.84	224.43	532.63	358.61	765.06

8. 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”.
9. The company and its 22 subsidiaries have during the quarter received annual assessment orders creating additional demand of approximately Rs.1180 Crores against which appeals have been filed by the respective companies. Pending the decision by the appellate authorities, no provision has been made in the above results and based on the advice from experts, the company and its subsidiaries are confident that the additional tax so demanded will not be sustained on completion of the appellate proceedings.

10. In terms of shareholders approval in Annual General Meeting on September 28, 2010, DLF Brands Limited (DBL) one of the subsidiary companies, has issued further equity shares on November 1, 2010 to M/s Ishtar Retail Private Limited, a promoter group company. Consequent to this, DBL (and its subsidiary and associates companies namely Enki Retail Private Limited, Eros Retail Private Limited, Juno Retail Private Limited, Rod Retail Private Limited, Kapo Retail Private Limited, Careen Builders & Developers Private Limited, Rhea Retail Private Limited, Ferragamo Retail India Private Limited and Giorgio Armani India Private limited) has ceased to be a subsidiary of DLF Limited w.e.f. November 1, 2010 and accordingly the financial results of DBL and its subsidiaries and associates companies has been incorporated till October 31, 2010.
11. Amalgamation/Merger of Subsidiaries:-
 - A) During the quarter ended December 31, 2010, the Order of the Hon'ble High Court of Punjab and Haryana at Chandigarh sanctioning the Scheme of Amalgamation of DLF Services Limited and DT Cinemas Limited with DLF Utilities Limited (all being subsidiary companies of DLF Limited) has been filed with Registrar of Companies on October 18, 2010 and accordingly the effect of the same has been taken in the above consolidated financial results.
 - B) Subsequent to the quarter ended December 31, 2010, the Hon'ble High Court of Delhi at New Delhi and Hon'ble High Court of Punjab and Haryana at Chandigarh have approved the Scheme of Arrangement for amalgamation of 13 transferor companies and demerger of non-SEZ undertaking of DLF Commercial Developers Limited with DLF Home Developers Limited (all subsidiaries of DLF Limited). Since the Order of the Hon'ble High Court of Delhi has been pronounced subsequent to the quarter end, no effect of the Scheme of Arrangement has been given in above quarterly results in accordance with Accounting Standard – 14 'Accounting for Amalgamation'.
12. Status of Investors Complaints (Nos) : Opening Balance as on October 1, 2010 (Nil); Received during the quarter (28); Disposed off during the quarter (28); Closing balance as on December 31, 2010 (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: January 31, 2011

T. C. Goyal
Managing Director