

**SOBHA DEVELOPERS LIMITED**

Regd. Office: E-106, Sunrise Chambers, 22, Ulsoor Road, Bangalore - 560 042

**Audited financial results for the year ended on March 31, 2009**
**(Rs. in million)**

	<b>Particulars</b>	<b>Year ended 31. 03. 2009 [Audited]</b>	<b>Previous accounting year ended 31. 03. 2008 [Audited]</b>
1	Net sales/Income from operations	9,679	14,226
2	Share of profits/ (losses) in a partnership firm ['Subsidiary']	68	66
<b>3</b>	<b>Total operating income (1+2)</b>	<b>9,747</b>	<b>14,292</b>
4	Expenditure		
	(a) (Increase)/decrease in stock in trade and work in progress	(2,697)	(4,063)
	(b) Land cost	2,453	3,900
	(c) Consumption of materials and construction cost	4,748	7,887
	(d) Employee cost	1,009	1,025
	(e) Depreciation / amortization	360	350
	(f) Other expenditure	1,537	1,940
	Total	7,410	11,039
5	Profit from operations before other income, interest and exceptional items (3-4)	2,337	3,253
6	Other income	157	53
7	Profit before interest and exceptional items (5+6)	2,494	3,306
8	Interest (net)	1,039	597
9	Profit after interest but before exceptional items (7-8)	1,455	2,709
10	Exceptional items	-	-
11	Profit from ordinary activities before tax (9+10)	1,455	2,709
12	Tax expenses		
	- Current tax	374	453
	- Deferred tax	(20)	(33)
	- Fringe benefits tax	4	6
<b>13</b>	<b>Net profit from ordinary activities after tax (11-12)</b>	<b>1,097</b>	<b>2,283</b>
14	Extraordinary items (net of tax expenses)	-	-
15	Net profit for the period (13-14)	1,097	2,283
16	Paid-up equity share capital (Face value per share - Rs.10)	729	729
17	Reserves excluding revaluation reserves as per balance sheet	10,166	9,154
18	Earnings Per Share (EPS) - (Rs.)		
	a) Basic and diluted EPS before extraordinary items	15.04	31.32
	b) Basic and diluted EPS after extraordinary items	15.04	31.32
19	Public shareholding		
	- Number of equity shares	9,480,353	
	- Percentage of shareholding	13%	
20	Promoters and promoter group shareholding		
	a) Pledged/encumbered		
	- Number of shares	20,700,000	
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	33%	
	- Percentage of shares (as a % of the total share capital of the company)	28%	
	b) Non-encumbered		
	- Number of shares	42,721,380	
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	67%	
	- Percentage of shares (as a % of the total share capital of the Company)	59%	

**Notes :**

- (1) There were no complaints from investors outstanding at the beginning of the quarter ended March 31, 2009. The Company had received 5 complaints from investors during the quarter and 5 complaints was resolved/ replied during the quarter. There were no complaints pending to be resolved/ replied at the end of the quarter.
- (2) As the Company's business activity primarily falls within a single business and geographical segment, there are no additional disclosures to be provided under Accounting Standard 17 'Segment Reporting'.
- (3) With effect from April 1, 2008, the Company has changed its accounting policy for revenue recognition for sale of undivided share of land [group housing] on the basis of certain minimum level of collection of dues from the customer and/ or agreement for sale being executed rather than criteria relating to the project reaching a significant level of completion, to align it with revenue recognition policy for sale of villa plots. As a result revenue and profits before taxes are higher by Rs.59.61 million and Rs.14.84 million respectively for the year ended March 31, 2009.
- (4) During the year, the Company has received an amount of Rs.475 million from the promoters as advance towards share subscription amount with regard to the proposed rights issue. The Company has obtained an approval from the Reserve Bank of India to refund the aforementioned advance by September 30, 2009. As the Company intends to refund the advance share subscription amount, it has been disclosed under Current liabilities and accordingly, diluted EPS has been calculated on the present outstanding equity shares, without considering dilutive effect of advance share subscription amount.
- (5) The figures of consolidated financial results are as follow:

<b>Particulars</b>	<b>Year ended on 31. 03. 2009 [Audited]</b>	<b>Previous accounting year ended on 31. 03. 2008 [Audited]</b>
Net sales/Income from operations*	<b>9,740</b>	14,311
Profit after tax	<b>1,099</b>	2,309
Profit after minority interest and share of loss of associate	<b>1,078</b>	2,281
Basic and diluted EPS (in Rs.)	<b>15.07</b>	31.29

\* With effect from April 1, 2008, the Group has changed its accounting policy for revenue recognition for sale of undivided share of land [group housing] on the basis of certain minimum level of collection of dues from the customer and/ or agreement for sale being executed rather than criteria relating to the project reaching a significant level of completion, to align it with revenue recognition policy for sale of villa plots. As a result revenue and profits before taxes are higher by Rs.95.70 million and Rs.38.80 million respectively for the year ended March 31, 2009.

- (6) The Board of Directors of the Company have recommended a dividend of Re.1 per equity share of Rs.10 each for the year ended March 31, 2009.
- (7) This statement has been reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on May 18, 2009.
- (8) The figures of the previous year have been regrouped/ reclassified, wherever necessary.

For and on behalf of the  
Board of Directors

Bengaluru, India  
May 18, 2009

J. C. Sharma  
Managing Director