

SKS MICROFINANCE LIMITED

Regd.Office: Ashoka Raghupathi Chambers, D No. 1-10-60 to 62, Opp Shoppers Stop, Begumpet, Hyderabad- 500 016 (A.P)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2010

(Rs in Lakhs)

Sr No.	Particulars	Quarter Ended		Year Ended
		June 30, 2010 Unaudited	June 30, 2009 Unaudited	March 31, 2010 Audited
1	Income from Operations	28,425.58	14,839.97	87,357.06
	Other Operating Income	2,230.52	553.04	5,480.59
	Total	30,656.10	15,393.01	92,837.65
2	Expenditure			
	Personnel Expenses	8,150.38	4,501.88	21,642.50
	Depreciation	421.32	244.29	1,259.99
	Provisions and write offs	1,195.83	1,131.83	5,171.78
	Operating and Other expenditure	4,115.78	2,137.30	12,207.95
	Total	13,883.31	8,015.30	40,282.22
3	Profit from Operations before Other Income & Interest (1-2)	16,772.79	7,377.71	52,555.43
4	Other Income	705.36	1,812.61	3,055.29
5	Profit before Interest (3+4)	17,478.15	9,190.32	55,610.72
6	Interest and Finance Expenses	7,326.77	6,335.96	28,840.52
7	Profit before tax (5-6)	10,151.38	2,854.36	26,770.20
8	Tax expense (Including Deferred Tax and Fringe Benefit Tax)	3,481.65	1,029.16	9,374.81
9	Profit after tax (7-8)	6,669.73	1,825.20	17,395.39
10	Paid-up equity share capital (Face Value of Rs. 10 Each) (Out of 51,571,271 equity shares of Rs 10 each as on June 30, 2009, 3,863,415 equity shares, Rs.0.50 paid up)	6,452.72	4,790.10	6,452.72
11	Reserves (excluding Revaluation reserves)			88,932.54
12	Earnings Per Share (EPS) (Not annualised)			
	Basic	10.34	3.81	32.82
	Diluted	10.04	2.94	27.33
13	Public shareholding			
	- Number of shares	2,85,05,436	1,54,09,576	2,85,05,436
	- Percentage of shareholding	44.17%	29.88%	44.17%
14	Promoters and Promoter Group Shareholding			
	a) Pledged / Encumbered			
	- Number of shares	6,70,000	-	6,70,000
	- Percentage of shares	1.86%	0.00%	1.86%
	(% of the total shareholding of promoter and promoter group)			
	- Percentage of shares	1.04%	0.00%	1.04%
	(% of the total share capital of the company)			
	b) Non - encumbered			
	- Number of shares	3,53,51,783	3,61,61,695	3,53,51,783
	- Percentage of shares	98.14%	100.00%	98.14%
	(% of the total shareholding of promoter and promoter group)			
	- Percentage of shares	54.79%	70.12%	54.79%
	(% of the total share capital of the company)			

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2010

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on September 27, 2010.
2. The Statutory Auditors have carried out the "Limited Review" of the results for the period ended June 30, 2010
3. The Company made a public issue of 16,791,579 Equity Shares of Rs.10 each for cash consisting of a fresh issue of 7,445,323 Equity Shares at a premium of Rs.975 per equity share to Qualified Institutional Bidders and Non-institutional Bidders and at a premium of Rs.925 per equity share to Retail Individual Bidders; and an offer for sale of 9,346,256 equity shares at premium of Rs.975 per equity share to Qualified Institutional Bidders and Non-institutional Bidders and at a premium of Rs. 925 per equity share to Retail Individual Bidders. The allotment of fresh issue of 7,445,323 equity shares has been approved by the Committee of the Board of Directors at its meeting held on August 12, 2010.
4. The Equity Shares of the Company were listed on the National Stock Exchange and Bombay Stock Exchange ("the Stock Exchanges") on August 16, 2010 and the provisions of Listing Agreement with the Stock Exchanges are applicable to the Company from the above date. However, the Company has voluntarily elected to disclose the above results in accordance with the reporting requirements of clause 41 of the Listing Agreement.
5. The Committee of the Board of Directors allotted 26,000 Equity shares on September 7, 2010 pursuant to exercise of the options granted under SKS Microfinance Employee Stock Option Scheme, 2008 (Independent Directors).
6. The Company operates in a single reportable segment i.e. lending to members, who have similar risks and returns for the purpose of AS 17 on 'Segment Reporting' notified under the Companies (Accounting Standard) Rules, 2006 (as amended). The Company does not have any reportable geographical segment.
7. There was one investor complaint pending at the beginning of the quarter. This complaint has been redressed during the quarter. During the quarter, the Company did not receive any complaints from the investors.
8. Figures for the previous period have been regrouped/ rearranged wherever necessary to conform to current period presentation.

Place: Mumbai

Date: September 27, 2010

For SKS Microfinance Ltd

Sd/-

Paresh Patel
Director