

**Standalone Audited Financial Results for the Year Ended June 30, 2010**

**(Rs. in Crores)**

Sr. No.	Particulars	Year ended June 30,2010	Year ended June 30,2009
		Audited	Audited
1	Net Sales/Income from operations	5934.37	6341.70
2	Expenditure		
	a) (Increase)/Decrease in stock in trade & Work in progress	783.88	(353.11)
	b) Consumption of Raw Materials	35.48	41.92
	c) Purchases of trading goods	3243.17	4741.14
	d) Employee cost	279.58	274.26
	e) Depreciation	161.88	140.05
	f) Other Expenditure	1000.20	969.05
	Total	5504.19	5813.31
3	Profit from Operations before other Income and Interest(1-2)	430.18	528.39
4	Other Income	84.63	6.06
5	Profit before Interest (3+4)	514.81	534.45
6	Interest	288.24	318.22
7	Profit/(Loss) before Exceptional items (5-6)	226.57	216.23
8	Exceptional Item	12.93	-
9	Profit before Tax(7-8)	213.64	216.23
10	Tax Expenses		
	a) Fringe Benefit Tax	-	1.89
	b) Current Tax	36.00	25.23
	c) Deferred Tax	1.25	48.26
11	Adjustment for earlier year's income tax	(3.17)	0.27
12	Net Profit for the Year (9-10-11)	179.56	140.58
13	Paid up equity share capital (Face value of Rs.2 per share)	41.23	38.06
14	Reserves excluding Revaluation Reserves	2527.48	2211.47
15	Basic EPS & Diluted EPS:		
	a)Equity Shares	8.46	7.94
	b)Class B Shares(Series 1)	8.56	8.04
16	Public share holdings:		
	a)Equity shares:		
	-Number of shares	105136735	89314535
	-Percentage of shareholdings	55.27	51.21
	b)Class B Shares(Series 1):		
	-Number of shares	8521459	8521459
	-Percentage of shareholdings	53.50	53.50
17	Promoters and Promoter group shareholding:		
	a) Pledged/Encumbered		
	- Number of Equity Shares	22210515	23667420
	- Number of Class B Shares( Series 1)	290000	2632500
	-Percentage of Equity Shares(as a % of total equity shareholding of Promoters and promoter group)	26.11	27.82
	-Percentage of Class B Shares( Series 1) (as a % of total equity shareholding of Promoters and promoter group)	3.91	35.54
	-Percentage of Equity Shares (as a % of total equity share capital of company)	11.68	13.57
	-Percentage of Class B Shares( Series 1) (as a % of total Class B shares(Series 1) share capital of company)	1.82	16.53
	b) Non-Encumbered		
	- Number of Equity Shares	62866471	61409566
	- Number of Class B Shares( Series 1)	7117693	4775193
	-Percentage of Equity Shares(as a % of total equity shareholding of Promoters and promoter group)	73.89	72.18
	-Percentage of Class B Shares( Series 1) (as a % of total equity shareholding of Promoters and promoter group)	96.09	64.46
	-Percentage of Equity Shares (as a % of total equity share capital of company)	33.05	35.21
	-Percentage of Class B Shares( Series 1) (as a % of total Class B shares(Series 1) share capital of company)	44.68	29.98

**Notes :**

- 1 The above results have been reviewed by the Audit Committee and the same were taken on record by the Board of Directors of the Company at its Meeting held on 28<sup>th</sup> August, 2010
- 2 Scheme of Arrangement
  - a. A scheme of arrangement (the HSRIL Scheme ) between Home Solutions Retail (India) Limited (HSRIL) and the Company and their respective shareholders and creditors which envisages the demerger of entire assets and liabilities of the various business undertakings, except 'Collection i', of HSRIL with the Company, has been approved by the Bombay High Court on 24th August, 2010 with effect from Appointed Date 1st April, 2009. Under the HSRIL Scheme, the Company has to issue 5,928,818 equity shares and 6,347,635 compulsorily convertible preference shares to the shareholders of HSRIL other than the Company. The certified copy of the Court order giving effect to the HSRIL Scheme has been filed with RoC, on 27th August, 2010. The HSRIL Scheme has accordingly been given effect to in these accounts of financial year 2009-10. Exceptional item in the accounts represents the effect given to the HSRIL Scheme for the earlier period (i.e. April 2009 to June 2009).
  - b. A second scheme of arrangement (the FMML Scheme) between the Company and its wholly owned subsidiary Future Mall Management Limited (FMML) and its wholly owned subsidiary Future Merchandising Limited (FML) and their respective shareholders and creditors which envisages the demerger of the 'Mall Management Undertaking' and 'Project Management Undertaking' with FMML and demerger of 'Mall Asset Management Undertaking' and 'Food Services Undertaking' with FML, has been approved by the Bombay High Court on 24th August, 2010 with effect from Appointed Date 1st April, 2010. Under the FMML Scheme, the FMML would be issue equity shares to the shareholders of the Company as on the record date to be announced in the ratio of 1 equity share of FMML for every 20 shares held in the Company. The certified copy of the Court order giving effect to the FMML Scheme has been filed with RoC, on 28th August, 2010. The FMML Scheme has accordingly been given effect and operations relating to the demerged undertakings do not form part of the Company's accounts.
- 3 In view of the above and transfer of the 'value retail business' effected in January 2010, the figures for the year are not comparable with those of the previous year.
- 4 The Board of Directors, subject to approval of members, have recommended a dividend of 0.01% on the Compulsorily Convertible Preference Shares and Rs.0.80 (40%) per equity share and Rs.0.90 (45%) per Class B (Series 1) Share.
- 5 On 29th June 2010, the Company allotted 1,00,00,000 warrants on preferential basis. These warrants are convertible into Equity shares at the option of warrant holders within 18 months from the date of allotment.
- 6 The proceeds from allotment of initial application money from warrants in this quarter have been utilized for the purposes for which the funds were raised.
- 7 Other income includes profit on sale of investments of Rs.75.10 crores.
- 8 There were no investor complaints during the beginning of the quarter. A total of 39 complaints were received during the quarter ended 30th June, 2010, which were resolved. There are no complaints at the end of the quarter.
- 9 Company has only one business segment i.e. "Retail".
- 10 For the benefit of the shareholders and stakeholders, to give the overall analysis of the performance of the Company as was being reported earlier, including performance of 'value retail business', given hereunder is the financial results combined with performance of FVRL, which is operating 'value retail business' with effect from 1st January 2010.

Sr.No.	Particulars	Year ended 30th June,2010	Year ended 30th June,2009
			Audited
1	Net Sales/Income from operations	<b>8926.08</b>	6341.70
2	Expenditure		
	a) (Increase)/Decrease in stock in trade & Work in progress	<b>(336.89)</b>	(353.11)
	b) Consumption of Raw Materials	<b>35.48</b>	41.92
	c) Purchases of trading goods	<b>6606.99</b>	4741.14
	d) Employee cost	<b>394.04</b>	274.26
	e) Depreciation	<b>212.32</b>	140.05
	f) Other Expenditure	<b>1407.36</b>	969.05
	Total	<b>8319.30</b>	5813.31
3	Profit from Operations before other Income and Interest(1-2)	<b>606.78</b>	528.40
4	Other Income	<b>85.73</b>	6.05
5	Profit before Interest (3+4)	<b>692.51</b>	534.45
6	Interest	<b>391.28</b>	318.22
	<b>Profit/(Loss) before Exceptional items</b>	<b>301.23</b>	216.23
	Exceptional Items	<b>12.93</b>	-
7	Profit before tax (7-8)	<b>288.30</b>	216.23
8	Tax Expenses		
	a) Fringe Benefit Tax	-	1.89
	b) Current Tax	<b>48.69</b>	25.23
	c) Deferred Tax	<b>12.63</b>	48.26
9	Earlier years income tax	<b>(3.17)</b>	0.27
10	Net Profit for the year (9-10-11)	<b>230.15</b>	140.58

By order of the Board

Sd/  
Kishore Biyani  
Managing Director

Place : Mumbai  
Date :28.08.2010

Consolidated Audited Financial Results for the Year Ended 30th June, 2010

(Rs. In Crores)

Sr.No.	Particulars	Year ended 30th June,2010	Year ended 30th June,2009
1	Net Sales/Income from operations	9,786.94	7,669.04
2	Expenditure		
	a) (Increase)/Decrease in stock in trade & Work in progress	(321.75)	(459.95)
	b) Consumption of Raw Materials	35.48	41.92
	c) Purchases of trading goods	6,969.11	5,545.28
	d) Employee cost	624.47	578.72
	e) Depreciation	278.32	206.57
	f) Other Expenditure	1,653.46	1,449.83
	g) Goodwill Written off /(Written Back)	-	1.08
	Total	9,239.09	7,363.45
3	Profit from Operations before other Income and Interest(1-2)	547.85	305.59
4	Other Income	126.06	95.76
5	Profit before Interest and Exceptional Items (3+4)	673.91	401.35
6	Interest	493.38	418.54
7	Profit / (Loss) from Ordinary Activities before Tax (5-6)	180.53	(17.19)
8	Tax Expenses	104.13	(9.95)
	a) Fringe Benefit Tax	0.01	4.78
	b) Current Tax	60.36	30.67
	c) Deferred Tax	46.95	(45.70)
9	Earlier years income tax	(3.17)	0.30
9	Net Profit / (Loss) from Ordinary Activities (7-8)	76.40	(7.24)
10	Less: Prior Period Items	0.05	1.30
11	Less: Share of Minority Interest	2.55	(24.45)
12	Add: Share in Loss of Associate Company	(6.31)	(5.84)
13	Net Profit after Minority Interest	67.49	10.07
15	Paid up equity share capital (Face value of Rs.2 per share)	41.23	38.07
16	Reserves excluding Revaluation Reserves	2,561.66	2,326.83
17	Basic & Diluted EPS		
	a)Equity Shares	3.18	0.56
	b)Class B Shares(Series 1)	3.28	0.66
18	Public share holdings:		
	a)Equity shares:		
	-Number of shares	105,136,735	89,314,535
	-Percentage of shareholdings	55.27	51.21
	b)Class B Shares(Series 1):		
	-Number of shares	8,521,459	8,521,459
	-Percentage of shareholdings	53.50	53.50

Notes :

1. The above results have been reviewed by the audit committee and the same was taken on record by the Board of Directors of the Company at its meeting held on August 28,2010.

2. Scheme of Arrangement

a. A scheme of arrangement (the HSRIL Scheme ) between Home Solutions Retail (India) Limited (HSRIL) and the Company and their respective shareholders and creditors which envisages the demerger of entire assets and liabilities of the various business undertakings, except 'Collection i', of HSRIL with the Company, has been approved by the Bombay High Court on 24th August, 2010 with effect from Appointed Date 1st April, 2009. Under the HSRIL Scheme, the Company has to issue 5,928,818 equity shares and 6,347,635 compulsorily convertible preference shares to the shareholders of HSRIL other than the Company. The certified copy of the Court order giving effect to the HSRIL Scheme has been filed with RoC, on 27th August, 2010. The HSRIL Scheme has accordingly been given effect to in these accounts.

b. A second scheme of arrangement (the FMML Scheme) between the Company and its wholly owned subsidiary Future Mall Management Limited (FMML) and its wholly owned subsidiary Future Merchandising Limited (FML) and their respective shareholders and creditors which envisages the demerger of the 'Mall Management Undertaking' and 'Project Management Undertaking' with FMML and demerger of 'Mall Asset Management Undertaking' and 'Food Services Undertaking' with FML, has been approved by the Bombay High Court on 24th August, 2010 with effect from Appointed Date 1st April, 2010. Under the FMML Scheme, the FMML would be issue equity shares to the shareholders of the Company as on the record date to be announced in the ratio of 1 equity share of FMML for every 20 shares held in the Company. The certified copy of the Court order giving effect to the FMML Scheme has been filed with RoC, on 28th August, 2010. The FMML Scheme has accordingly been given effect in the accounts.

3. Figures for the Previous year has been re-arranged wherever necessary to make them comparable

By order of the Board

Sd/-

Kishore Biyani  
Managing Director

Place : Mumbai  
Date :28.08.2010