

OnMobile Global Limited

Consolidated Financial Results for the Quarter and Half year ended September 30, 2008

Amount in Rs. Lakhs except earnings per share and public shareholding data

Sl. No	Particulars	Quarter ended	Half year ended		Year ended
		September 30, 2008 (Unaudited)	September 30, 2008 (Unaudited)	September 30, 2007 (Audited)	March 31, 2008 (Audited)
1	Net Sales/ Income from Operations				
	(a) Telecom Value Added Services	9,046	16,529	10,801	24,595
	(b) Other services	700	1,003	450	1,587
	<b>Total Revenue</b>	<b>9,746</b>	<b>17,532</b>	<b>11,251</b>	<b>26,182</b>
2	Expenditure				
	(a) Cost of sales and services				
	- Content fee and royalty	1,194	1,953	1,112	2,318
	- Other sales and services	622	1,222	510	1,565
	(b) Employee cost	3,073	5,515	2,665	6,420
	(c) Depreciation	1,079	1,997	998	2,556
	(d) Other Expenditure	2,120	4,016	2,110	5,396
	<b>Total Expenditure</b>	<b>8,088</b>	<b>14,703</b>	<b>7,395</b>	<b>18,255</b>
3	<b>Profit from operations before Other income, Interest and Exceptional items (1-2)</b>	<b>1,658</b>	<b>2,829</b>	<b>3,856</b>	<b>7,927</b>
4	Other Income	866	1,715	404	747
5	<b>Profit before Interest and Exceptional items (3+4)</b>	<b>2,524</b>	<b>4,544</b>	<b>4,260</b>	<b>8,674</b>
6	Interest	-	-	21	171
7	<b>Profit after interest but before Exceptional items (5-6)</b>	<b>2,524</b>	<b>4,544</b>	<b>4,239</b>	<b>8,503</b>
8	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9	<b>Profit from Ordinary Activities before tax ( 7+8)</b>	<b>2,524</b>	<b>4,544</b>	<b>4,239</b>	<b>8,503</b>
10	Tax expense				
	(a) Current Tax	670	1,171	1,152	2,145
	(b) Earlier year provision	-	-	69	69
	(c) Deferred Tax	(8)	(45)	(44)	148
	(d) Fringe Benefit Tax	27	65	52	110
		689	1,191	1,229	2,472
11	<b>Net profit from Ordinary Activities after tax (9-10)</b>	<b>1,835</b>	<b>3,353</b>	<b>3,010</b>	<b>6,031</b>
12	<b>Extraordinary items (net of tax expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
13	<b>Net Profit for the period (11-12)</b>	<b>1,835</b>	<b>3,353</b>	<b>3,010</b>	<b>6,031</b>
14	Paid up equity share capital (Face value of Rs 10/- each)	5,777	5,777	4,879	5,741
15	Reserves excluding revaluation reserves	-	-	-	55,355
16	Earnings per share (in Rs) (not annualised)				
	(a) Basic	3	6	7	13
	(b) Diluted	3	6	6	12
17	Public Shareholding				
	- Number of shares	24,749,819	24,749,819	Note 3	24,382,322
	- Percentage of shareholding	42.84	42.84	Note 3	42.47

Notes

- The above results have been reviewed by the Audit Committee, taken on record by the Board of Directors at its meeting held on October 31, 2008 and have been reviewed by the auditors.
- The above results include consolidated results of the Company and its subsidiaries OnMobile Australia Pty Limited, OnMobile Singapore Pte Limited, PT OnMobile Indonesia, OnMobile Europe B.V., VoxMobili SA, VoxMobili Inc., Telisma SA, Ver Se Innovation Private Limited and Phonetize Solutions Private Limited. The results of the company's subsidiaries other than OnMobile Australia Pty Limited, PT OnMobile Indonesia, Phonetize Solutions Private Limited and OnMobile Europe B.V. for the period ended September 30, 2008 have been reviewed by the auditors of the respective subsidiaries.
- In February 2008, the Company issued and allotted 8,613,356 equity shares of Rs.10/- each at a premium of Rs. 430/- per share as part of Initial Public Offer and got its shares listed with BSE and NSE with effect from February 19, 2008. Hence figures for the corresponding quarter ended September 30, 2007 have not been prepared and consequently have not been given in the above financial results and public shareholding as at September 30, 2007 is not applicable.

4 The details of utilisation of net IPO proceeds are as under:

Amount in Rs. Lakhs

Categories as defined in the Prospectus	Projection in Prospectus	Actual funds utilised till September 30, 2008
Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites	18,052	4,028
Working Capital requirements	500	500
Repayment of loan	3,500	3,500
General Corporate purposes	13,393	10,170
<b>Total</b>	<b>35,445</b>	<b>18,198</b>

The proceeds from IPO (Net of Share Issue Expenses) was Rs. 35,356 lakhs. The unutilized funds as at September 30, 2008 have been temporarily invested in short term investments.

5 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended September 30, 2008 :

Nature of Investor complaints	Opening Balance	Additions	Disposal	Closing Balance
Allotment/ Refund/Transfer/others	-	85	85	-

6 The Company has vide resolution of the Board of directors dated April 30, 2008 and the share purchase agreements signed by and between the Company, the shareholders and founders of Telisma SA ("Telisma") on July 1, 2008 acquired 100% equity share capital of Telisma for a consideration of Rs. 8,437 lakhs. During the quarter, the Company has incorporated OnMobile Europe B.V., Netherlands, a wholly owned subsidiary with an investment of Rs.12.18 lakhs. The current quarter results includes figures of Telisma SA and OnMobile Europe B.V.

7 One of the subsidiaries changed its revenue recognition on service contracts from completed contract method to percentage completion method with effect from April 1, 2008. Consequently, revenue for the half year ended September 30, 2008 is higher by Rs.374 lakhs but the impact on profits for the quarter is not quantifiable.

8 The Company is engaged in providing value added services in telecom business and its operations are considered to constitute a single segment in the context of Accounting Standard 17 - "Segment Reporting".

9 Previous period figures have been reclassified/ regrouped wherever necessary.

10 The Standalone financial results for the period ended September 30, 2008 is available at [www.onmobile.com](http://www.onmobile.com)

**on behalf of Board of Directors**

Sd/-

**Arvind Rao**  
**Chief Executive Officer and**  
**Managing Director**

**Place: Bangalore**

**Date: October 31, 2008**