

OnMobile Global Limited

Consolidated Financial Results for the Quarter and Nine months ended December 31, 2008

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

Sl. No	Particulars	Quarter ended		Nine months ended		Year ended
		December 31, 2008 (Unaudited)	December 31, 2007 (Unaudited)	December 31, 2008 (Unaudited)	December 31, 2007 (Unaudited)	March 31, 2008 (Audited)
1	Net Sales/ Income from Operations					
	(a) Telecom Value Added Services	10,288	7,089	26,817	17,891	24,595
	(b) Other services	1,284	961	2,287	1,412	1,587
	<b>Total Revenue</b>	<b>11,572</b>	<b>8,050</b>	<b>29,104</b>	<b>19,303</b>	<b>26,182</b>
2	Expenditure					
	(a) Cost of sales and services					
	- Content fee and royalty	1,425	581	3,263	1,693	2,318
	- Other sales and services	720	376	2,057	886	1,565
	(b) Employee cost	3,147	1,884	8,661	4,551	6,420
	(c) Depreciation	1,162	721	3,159	1,716	2,556
	(d) Other Expenditure	2,227	1,282	6,243	3,390	5,396
	<b>Total Expenditure</b>	<b>8,681</b>	<b>4,844</b>	<b>23,383</b>	<b>12,236</b>	<b>18,255</b>
3	<b>Profit from operations before Other income, Interest and Exceptional items (1-2)</b>	<b>2,891</b>	<b>3,206</b>	<b>5,721</b>	<b>7,067</b>	<b>7,927</b>
4	Other Income	797	41	2,511	446	747
5	<b>Profit before Interest and Exceptional items (3+4)</b>	<b>3,688</b>	<b>3,247</b>	<b>8,232</b>	<b>7,513</b>	<b>8,674</b>
6	Interest	5	85	5	106	171
7	<b>Profit after interest but before Exceptional items (5-6)</b>	<b>3,683</b>	<b>3,162</b>	<b>8,227</b>	<b>7,407</b>	<b>8,503</b>
8	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9	<b>Profit from Ordinary Activities before tax ( 7+8)</b>	<b>3,683</b>	<b>3,162</b>	<b>8,227</b>	<b>7,407</b>	<b>8,503</b>
10	Tax expense					
	(a) Current Tax	826	453	1,997	1,608	2,145
	(b) Earlier year provision	-	-	-	69	69
	(c) Deferred Tax	64	112	19	67	148
	(d) Fringe Benefit Tax	29	29	94	81	110
		919	594	2,110	1,825	2,472
11	<b>Net profit from Ordinary Activities after tax (9-10)</b>	<b>2,764</b>	<b>2,568</b>	<b>6,117</b>	<b>5,582</b>	<b>6,031</b>
12	<b>Extraordinary items (net of tax expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
13	<b>Net Profit for the period (11-12)</b>	<b>2,764</b>	<b>2,568</b>	<b>6,117</b>	<b>5,582</b>	<b>6,031</b>
14	Paid up equity share capital (Face value of Rs 10/- each)	5,780	4,879	5,780	4,879	5,741
15	Reserves excluding revaluation reserves	-	-	-	-	55,355
16	Earnings per share (in Rs) (not annualised)					
	(a) Basic	4.8	5.3	10.6	12.1	12.6
	(b) Diluted	4.6	5.0	10.2	11.0	11.6
17	Public Shareholding					
	- Number of shares	24,779,563	Note 3	24,779,563	Note 3	24,382,322
	- Percentage of shareholding	42.87	Note 3	42.87	Note 3	42.47

Notes

1 The above results have been reviewed by the Audit Committee, taken on record by the Board of Directors at its meeting held on January 30, 2009 and have been reviewed by the auditors.

2 The above results include consolidated results of the Company and its subsidiaries OnMobile Australia Pty Limited, OnMobile Singapore

3 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 a part of Initial Public Offer and got its shares listed with BSE and NSE with effect from February 19, 2008 and thus public shareholding as at December 31, 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 December 31, 2008
Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites	18,052	4,887
Working Capital requirements	500	500
Repayment of loan	3,500	3,500
General Corporate purposes	13,393	10,500
<b>Total</b>	<b>35,445</b>	<b>19,387</b>

The proceeds from IPO (Net of Share Issue Expenses) was Rs. 35,356 lakhs. The unutilised funds as at December 31, 2008 have been temporarily invested in Fixed deposits with Banks.

5 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended December 31,

Nature of Investor complaints	Opening Balance	Additions	Disposal	Closing Balance
Allotment/ Refund/Transfer/others	Nil	68	68	Nil

6 Vox mobili SA, 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 9 months ended December 31, 2008 is higher by Rs. 1,559 lakhs but the impact on profits for the quarter is not quantifiable

7 During the quarter the Company has received demand notices relating to KST, KVAT and CST from Deputy Commissioner of Commercial Taxes amounting to Rs 3,392 lakhs for the period from April 2002 to March 2008, which the Company has disputed and filed a writ petition in the Honorable High Court of Karnataka. Pending resolution of the petition before the Honorable High Court of Karnataka, no amounts have been accrued in the accounts.

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 December 31, 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: January 30, 2009**