

OnMobile Global Limited

Financial Results for the Quarter and Year ended March 31, 2010

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

Sl. No	Particulars	Quarter ended		Year ended	
		March 31, 2010 (Unaudited)	March 31, 2009 (Unaudited)	March 31, 2010 (Audited)	March 31, 2009 (Audited)
1	Net Sales/ Income from Operations				
	(a) Telecom Value Added Services	10,256	9,350	36,252	32,465
	(b) Other services	42	88	140	246
	Total Revenue	10,298	9,438	36,392	32,711
2	Expenditure				
	(a) Cost of sales and services				
	- Content fee and royalty	2,754	1,853	8,948	5,041
	- Other sales and services	661	514	2,043	1,650
	(b) Employee cost	2,131	2,142	8,194	7,385
	(c) Depreciation	1,209	1,234	4,524	4,205
	(d) Other Expenditure	1,999	1,445	7,393	6,775
	Total Expenditure	8,754	7,188	31,102	25,056
3	Profit from operations before Other income, Interest and Exceptional items (1-2)	1,544	2,250	5,290	7,655
4	Other Income	430	458	1,804	2,360
5	Profit before Interest and Exceptional items (3+4)	1,974	2,708	7,094	10,015
6	Interest	10	-	22	-
7	Profit after interest but before Exceptional items (5-6)	1,964	2,708	7,072	10,015
8	Exceptional items	-	-	-	-
9	Profit from Ordinary Activities before tax (7+8)	1,964	2,708	7,072	10,015
10	Tax expense				
	(a) Current Tax	461	581	1,628	2,547
	(b) Earlier year provision	-	-	(102)	-
	(c) Deferred Tax	88	268	255	287
	(d) Fringe Benefit Tax	-	20	-	113
		549	869	1,781	2,947
11	Net profit from Ordinary Activities after tax (9-10)	1,415	1,839	5,291	7,068
12	Extraordinary items (net of tax expenses)	-	-	-	-
13	Net Profit for the period (11-12)	1,415	1,839	5,291	7,068
14	Paid up equity share capital (Face value of Rs 10/- each)	5,852	5,783	5,852	5,783
15	Reserves excluding revaluation reserves	-	-	66,459	60,676
16	Earnings per share (in Rs) (not annualised)				
	(a) Basic	2.4	3.2	9.1	12.2
	(b) Diluted	2.4	3.1	8.9	11.8
17	Public Shareholding				
	- Number of shares	29,109,578	24,809,502	29,109,578	24,809,502
	- Percentage of shareholding	49.75	42.90	49.75	42.90
18	Promoters and promoter group Shareholding				
	a) Pledged/Encumbered				
	- Number of shares	111,200	150,000	111,200	150,000
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	0.38	0.45	0.38	0.45
	- Percentage of shares (as a% of the total share capital of the company)	0.19	0.26	0.19	0.26
	b) Non-encumbered				
	- Number of shares	29,296,014	32,873,817	29,296,014	32,873,817
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	99.62	99.55	99.62	99.55
	- Percentage of shares (as a% of the total share capital of the company)	50.06	56.84	50.06	56.84

Notes

1 The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on April 30, 2010.

2 The Company is in the process of expanding its business in Latin America and has made an initial commitment of Euro 370 lakhs to start its operations in this region. Various business agreements dated June 30, 2009 have been formalised with Telefonica Internacional, S.A.U, Spain (Telefonica) towards deploying Value Added Services on exclusive and non-exclusive basis across 13 countries in the region.

In continuation of Company's business expansion plans, an agreement dated March 1, 2010 has been signed with a customer in Europe towards deploying value added services on an exclusive basis with an initial commitment of Euro 55 Lakhs.

3 The Company has sold 5.08% of its equity holding in Ver se Innovation Private Limited for a consideration of Rs 300 lakhs on September 29, 2009, as a result of which the said subsidiary has become an associate of the Company.

4 Based on an internal technical evaluation, the Company has revised the estimated useful life of Telephony Cards grouped under Computer and Electronic Equipment from 3 years to 5 years, the impact being the profit before tax during the quarter and year ended March 31, 2010 is higher by Rs. 227.09 lakhs and Rs. 1,003.78 lakhs respectively.

5 During the previous year the Company had 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 had disputed and filed a writ petition in the Honorable High Court of Karnataka. The matter was dismissed by the Honorable High Court of Karnataka with direction to file an appeal to the VAT Appellate Authority and the same has been filed as on March 31, 2009. The Company had deposited 50% of the total claim amount under the direction of the Honorable High Court of Karnataka and pending resolution of the matter, no amounts have been accrued in the accounts.

A demand notice relating to KST, KVAT and CST from Deputy Commissioner of Commercial Taxes amounting to Rs. 1,124 lakhs for the period from April 2008 to March 2009 has been received by the Company on January 11, 2010. The Company has deposited 50% of the total claim amount and no amounts have been accrued in the accounts.

6 The details of utilisation of Net IPO proceeds are as under:

Categories as defined in the Prospectus	Amount in Rs. Lakhs	
	Projection in Prospectus	Actual funds utilised till March 31, 2010
Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites	18,052	12,399
Working Capital requirements	500	500
Repayment of loan	3,500	3,500
General Corporate purposes	13,393	13,393
Total	35,445	29,792

The proceeds from IPO (Net of Share Issue Expenses) was Rs. 35,356 lakhs. The unutilised funds as at March 31, 2010 have been temporarily invested in Short term Investments/ Fixed Deposits with Banks.

7 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended March 31, 2010 :

Nature of Investor complaints	Opening Balance	Additions	Disposal	Closing Balance
Allotment/ Refund/Transfer/others	-	6	6	-

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.

on behalf of Board of Directors

Arvind Rao
Chief Executive Officer and
Managing Director

Place: Bangalore
Date: April 30, 2010