

OnMobile Global Limited

Financial Results for the Quarter and Nine months ended December 31, 2010

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

Sl. No	Particulars	Quarter ended		Nine months ended		Year ended
		December 31, 2010 (Unaudited)	December 31, 2009 (Unaudited)	December 31, 2010 (Unaudited)	December 31, 2009 (Unaudited)	March 31, 2010 (Audited)
1	Net Sales/ Income from Operations					
	(a) Telecom Value Added Services	12,482	8,918	34,558	25,996	36,252
	(b) Other services	35	45	83	98	140
	Total Revenue	12,517	8,963	34,641	26,094	36,392
2	Expenditure					
	(a) Cost of sales and services					
	- Content fee and royalty	2,933	2,161	8,176	6,098	8,836
	- Other sales and services	614	491	2,044	1,334	1,977
	- Consumption of materials	52	-	52	-	-
	(b) Employee cost	2,452	2,176	7,326	6,207	8,372
	(c) Depreciation	1,529	1,167	4,310	3,315	4,524
	(d) Other Expenditure	3,355	1,590	7,802	5,394	7,393
	Total Expenditure	10,935	7,585	29,710	22,348	31,102
3	Profit from operations before Other income, Interest and Exceptional items (1-2)	1,582	1,378	4,931	3,746	5,290
4	Other Income	211	350	1,777	1,374	1,804
5	Profit before Interest and Exceptional items (3+4)	1,793	1,728	6,708	5,120	7,094
6	Interest	19	6	47	12	22
7	Profit after interest but before Exceptional items (5-6)	1,774	1,722	6,661	5,108	7,072
8	Exceptional items	-	-	-	-	-
9	Profit from Ordinary Activities before tax (7+8)	1,774	1,722	6,661	5,108	7,072
10	Tax expense					
	(a) Current Tax	225	166	860	1,167	1,628
	(b) Earlier year provision	-	-	-	(102)	(102)
	(c) Deferred Tax	(219)	256	(195)	167	255
		6	422	665	1,232	1,781
11	Net profit from Ordinary Activities after tax (9-10)	1,768	1,300	5,996	3,876	5,291
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	Net Profit for the period (11-12)	1,768	1,300	5,996	3,876	5,291
14	Paid up equity share capital (Face value of Rs 10/- each)	5,884	5,839	5,884	5,839	5,852
15	Reserves excluding revaluation reserves	-	-	-	-	66,459
16	Earnings per share (in Rs) (not annualised)					
	(a) Basic	3.0	2.2	10.2	6.7	9.1
	(b) Diluted	2.9	2.2	10.0	6.5	8.9
17	Public Shareholding					
	- Number of shares	30,309,930	26,374,467	30,309,930	26,374,467	29,109,578
	- Percentage of shareholding	51.51	45.17	51.51	45.17	49.75
18	Promoters and promoter group Shareholding					
	a) Pledged/Encumbered					
	- Number of shares	2,618,200	-	2,618,200	-	111,200
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	9.18	-	9.18	-	0.38
	- Percentage of shares (as a % of the total share capital of the company)	4.45	-	4.45	-	0.19
	b) Non-encumbered					
	- Number of shares	25,916,119	32,020,156	25,916,119	32,020,156	29,296,014
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	90.82	100.00	90.82	100.00	99.62
	- Percentage of shares (as a % of the total share capital of the company)	44.04	54.83	44.04	54.83	50.06

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 January 29, 2011.
- 2 The Company has on October 5, 2010 acquired 3G video technology and mobile solutions business from Silicon Valley-based Dilithium Networks Inc.
- 3 The Company has sold 8% of its equity holding on a diluted basis in Ver se Innovation Private Limited for a consideration of Rs.1,111.20 lakhs on July 31, 2010.
- 4 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 December 31, 2010
Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites	18,052	17,646
Working Capital requirements	500	500
Repayment of loan	3,500	3,500
General Corporate purposes	13,393	13,393
Total	35,445	35,039

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

- 5 In continuation of the ongoing dispute pertaining to the KST, KVAT and CST, the Company has received total demand notices amounting to Rs. 5610.43 lakhs for the period from April 2002 to March 2009. The Company has paid Rs. 2489.67 lakhs as cash under protest and furnished Bank Guarantee amounting to Rs. 2940.78 lakhs . The Company has preferred appeals before the Karnataka Appellate Tribunal/ Appellate Authority and as the matter is sub-judice and pending resolution ,no amounts have been provided in the accounts.

- 6 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended December 31, 2010 :

Nature of Investor complaints	Opening Balance	Additions	Disposal	Closing Balance
Allotment/ Refund/Transfer/others	-	3	3	-

- 7 Provision for Income Tax for the period ended December 31, 2010 has been computed on the basis of Minimum Alternate Tax (MAT) in accordance with Section 115JB of The Income Tax Act, 1961, and is net of MAT Credit availed of Rs.461 lakhs.
- 8 The Company has set up a Special Economic Zone (SEZ) unit, which has become operational during the quarter ended June 30, 2010.
- 9 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".
- 10 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: January 29, 2011