

OnMobile Global Limited

Financial Results for the Quarter and Year ended March 31, 2011

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

| Sl. No | Particulars | Quarter ended | | Year ended | |
|--------|---|-------------------------------|-------------------------------|-----------------------------|-----------------------------|
| | | March 31, 2011 (Unaudited) | March 31, 2010 (Unaudited) | March 31, 2011 (Audited) | March 31, 2010 (Audited) |
| 1 | Net Sales/ Income from Operations | | | | |
| | (a) Telecom Value Added Services | 10,274 | 10,256 | 44,832 | 36,252 |
| | (b) Other services | 588 | 42 | 671 | 140 |
| | Total Revenue | 10,862 | 10,298 | 45,503 | 36,392 |
| 2 | Expenditure | | | | |
| | (a) Cost of sales and services | | | | |
| | - Content fee and royalty | 1,270 | 2,738 | 9,446 | 8,836 |
| | - Other sales and services | 714 | 643 | 2,758 | 1,977 |
| | - Consumption of materials | 4 | - | 56 | - |
| | (b) Employee cost | 2,605 | 2,165 | 9,931 | 8,372 |
| | (c) Depreciation | 1,344 | 1,209 | 5,654 | 4,524 |
| | (d) Other Expenditure | 3,630 | 1,999 | 11,432 | 7,393 |
| | Total Expenditure | 9,567 | 8,754 | 39,277 | 31,102 |
| 3 | Profit from operations before Other income, Interest and Exceptional items (1-2) | 1,295 | 1,544 | 6,226 | 5,290 |
| 4 | Other Income | 2,900 | 430 | 4,677 | 1,804 |
| 5 | Profit before Interest and Exceptional items (3+4) | 4,195 | 1,974 | 10,903 | 7,094 |
| 6 | Interest | 30 | 10 | 77 | 22 |
| 7 | Profit after interest but before Exceptional items (5-6) | 4,165 | 1,964 | 10,826 | 7,072 |
| 8 | Exceptional items | - | - | - | - |
| 9 | Profit from Ordinary Activities before tax (7+8) | 4,165 | 1,964 | 10,826 | 7,072 |
| 10 | Tax expense | | | | |
| | (a) Current Tax | 1,008 | 461 | 1,868 | 1,628 |
| | (b) Earlier year provision | - | - | - | (102) |
| | (c) Deferred Tax | (11) | 88 | (206) | 255 |
| | (d) Fringe Benefit Tax | - | - | - | - |
| | | 997 | 549 | 1,662 | 1,781 |
| 11 | Net profit from Ordinary Activities after tax (9-10) | 3,168 | 1,415 | 9,164 | 5,291 |
| 12 | Extraordinary items (net of tax expenses) | - | - | - | - |
| 13 | Net Profit for the period (11-12) | 3,168 | 1,415 | 9,164 | 5,291 |
| 14 | Paid up equity share capital (Face value of Rs 10/- each) | 5,895 | 5,852 | 5,895 | 5,852 |
| 15 | Reserves excluding revaluation reserves | - | - | 75,777 | 66,459 |
| 16 | Earnings per share (in Rs) (not annualised) | | | | |
| | (a) Basic | 5.4 | 2.4 | 15.6 | 9.1 |
| | (b) Diluted | 5.2 | 2.4 | 15.2 | 8.9 |
| 17 | Public Shareholding | | | | |
| | - Number of shares | 30,420,224 | 29,109,578 | 30,420,224 | 29,109,578 |
| | - Percentage of shareholding | 51.60 | 49.75 | 51.60 | 49.75 |
| 18 | Promoters and promoter group Shareholding | | | | |
| | a) Pledged/Encumbered | | | | |
| | - Number of shares | 3,053,200 | 111,200 | 3,053,200 | 111,200 |
| | - Percentage of shares (as a % of 'the total shareholding of promoter and promoter group) | 10.70 | 0.38 | 10.70 | 0.38 |
| | - Percentage of shares (as a% of the total share capital of the company) | 5.18 | 0.19 | 5.18 | 0.19 |
| | b) Non-encumbered | | | | |
| | - Number of shares | 25,481,119 | 29,296,014 | 25,481,119 | 29,296,014 |
| | - Percentage of shares (as a % of 'the total shareholding of promoter and promoter group) | 89.30 | 99.62 | 89.30 | 99.62 |
| | - Percentage of shares (as a% of the total share capital of the company) | 43.22 | 50.06 | 43.22 | 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 April 30, 2011.
- 2 The Company has sold 9% of its equity holding on a diluted basis in Ver se Innovation Private Limited for a consideration of Rs.2,859.20 lakhs on February 7, 2011.
- 3 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, 2011 |
| Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites | 18,052 | 18,052 |
| Working Capital requirements | 500 | 500 |
| Repayment of loan | 3,500 | 3,500 |
| General Corporate purposes | 13,393 | 13,393 |
| Total | 35,445 | 35,445 |

- 4 In continuation of the ongoing dispute pertaining to the KST, KVAT and CST, the Company has received total demand notices amounting to Rs. 6928.15 lakhs for the period from April 2002 to March 2010. The Company has paid Rs. 3128.47 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.

- 5 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended March 31, 2011 :

| Nature of Investor complaints | Opening Balance | Additions | Disposal | Closing Balance |
|-----------------------------------|-----------------|-----------|----------|-----------------|
| Allotment/ Refund/Transfer/others | - | 1 | 1 | - |

- 6 Provision for Income Tax for the year ended March 31, 2011 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.927 lakhs.
- 7 The Company has set up a Special Economic Zone (SEZ) unit, which has become operational during the quarter ended June 30, 2010.
- 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, 2011