

OnMobile Global Limited

Consolidated Financial Results for the Quarter ended June 30, 2009

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

Sl. No	Particulars	Quarter ended/ Year to date		Year ended
		June 30, 2009 (Unaudited)	June 30, 2008 (Unaudited)	March 31, 2009 (Audited)
1	Net Sales/ Income from Operations			
	(a) Telecom Value Added Services	9,865	7,483	37,247
	(b) Other services	859	302	3,389
	<b>Total Revenue</b>	<b>10,724</b>	<b>7,785</b>	<b>40,636</b>
2	Expenditure			
	(a) Cost of sales and services			
	- Content fee and royalty	2,044	759	5,132
	- Other sales and services	938	644	2,643
	(b) Employee cost	3,453	2,441	12,036
	(c) Depreciation	1,331	918	4,397
	(d) Other Expenditure	1,849	1,847	8,012
	<b>Total Expenditure</b>	<b>9,615</b>	<b>6,609</b>	<b>32,220</b>
3	<b>Profit from operations before Other income, Interest and Exceptional items (1-2)</b>	<b>1,109</b>	<b>1,176</b>	<b>8,416</b>
4	Other Income	491	844	3,101
5	<b>Profit before Interest and Exceptional items (3+4)</b>	<b>1,600</b>	<b>2,020</b>	<b>11,517</b>
6	Interest	4	-	5
7	<b>Profit after interest but before Exceptional items (5-6)</b>	<b>1,596</b>	<b>2,020</b>	<b>11,512</b>
8	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>
9	<b>Profit from Ordinary Activities before tax ( 7+8)</b>	<b>1,596</b>	<b>2,020</b>	<b>11,512</b>
10	Tax expense			
	(a) Current Tax	830	502	2,599
	(b) Deferred Tax	(124)	(37)	279
	(c) Fringe Benefit Tax	23	38	114
		729	503	2,992
11	<b>Net profit from Ordinary Activities after tax (9-10)</b>	<b>867</b>	<b>1,517</b>	<b>8,520</b>
12	<b>Extraordinary items (net of tax expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
13	<b>Net Profit for the period (11-12)</b>	<b>867</b>	<b>1,517</b>	<b>8,520</b>
14	<b>Minority interest</b>	<b>3</b>	<b>-</b>	<b>-</b>
15	<b>Profit attributable to Consolidated Group (13-14)</b>	<b>864</b>	<b>1,517</b>	<b>8,520</b>
16	Paid up equity share capital (Face value of Rs 10/- each)	5,791	5,771	5,783
17	Reserves excluding revaluation reserves	-	-	64,112
18	Earnings per share (in Rs) (not annualised)			
	(a) Basic	1.5	2.6	14.8
	(b) Diluted	1.4	2.5	14.3
19	Public Shareholding			
	- Number of shares	24,990,830	24,682,492	24,809,502
	- Percentage of shareholding	43.15	42.77	42.90
20	Promoters and promoter group Shareholding			
	a) Pledged/Encumbered			
	- Number of shares	-	-	150,000
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	-	-	0.45
	- Percentage of shares (as a% of the total share capital of the company)	-	-	0.26
	b) Non-encumbered			
	- Number of shares	32,923,817	33,023,817	32,873,817
	- Percentage of shares (as a % of 'the total shareholding of promoter and promoter group)	100.00	100.00	99.55
	- Percentage of shares (as a% of the total share capital of the company)	56.85	57.23	56.84

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 July 31, 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 Pte Limited, PT OnMobile Indonesia, OnMobile Europe B.V., VoxMobili S.A., VoxMobili Inc., Telisma S.A., Ver Se Innovation Private Limited and Phonetize Solutions Private Limited. The financial results of Telisma S.A. has been consolidated from its acquisition on July 1st 2008 onwards and hence the figures of previous period/year are not comparable. The results of OnMobile Singapore Pte Limited, VoxMobili S.A., VoxMobili Inc., Telisma S.A. and Ver Se Innovation Private Limited have been reviewed by the auditors of respective subsidiaries. Remaining subsidiaries have been consolidated based on management reports.
- 3 The Company is in the process of expanding its business in Latin America and has made an initial commitment of Euro 37.00 Million to start its operations in this region. Various business agreements dated 30 June, 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.
- 4 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.
- 5 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 June 30, 2009
Purchase of equipments for offices at Bangalore, Mumbai and Delhi and various customer sites	18,052	8,774
Working Capital requirements	500	500
Repayment of loan	3,500	3,500
General Corporate purposes	13,393	10,591
<b>Total</b>	<b>35,445</b>	<b>23,365</b>

The proceeds from IPO (Net of Share Issue Expenses) was Rs. 35,356 lakhs. The unutilised funds as at June 30, 2009 have been temporarily invested in Short term Investments/ Fixed Deposits with Banks.

- 6 Information on investor complaints pursuant to clause 41 of the Listing agreement for the quarter ended June 30, 2009 :

Nature of Investor complaints	Opening Balance	Additions	Disposal	Closing Balance
Allotment/ Refund/Transfer/others	-	10	10	-

- 7 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".
- 8 Previous period figures have been reclassified/ regrouped wherever necessary.
- 9 The Standalone financial results for the period ended June 30, 2009 are available at [www.onmobile.com](http://www.onmobile.com)

on behalf of Board of Directors

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

**Place: Bangalore**  
**Date: July 31, 2009**