

**INDOSOLAR LIMITED**  
**Regd. Office: C-12, Friends Colony (East), New Delhi-110065**  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2010**

(Amount in Rs. Lakhs)

Sl. No.	Particulars	3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous year ended	Previous accounting year ended
		30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	<b>(a) Net Sales/Income from Operations</b>	14,046.22	967.79	24,409.87	967.79	11,251.67
	<b>(b) Other Operating Income</b>	2,118.03	758.82	3,386.77	760.80	1,878.21
	<b>Total</b>	<b>16,164.25</b>	<b>1,726.61</b>	<b>27,796.64</b>	<b>1,728.59</b>	<b>13,129.88</b>
2	Expenditure					
	a. (Increase)/decrease in stock in trade and work in progress	1,649.64	(3,388.36)	1,515.38	(3,388.36)	(2,967.40)
	b. Consumption of raw materials	12,314.44	3,776.17	22,665.16	3,776.17	15,340.08
	c. Manufacturing expenses	1,219.05	641.59	2,205.10	641.59	805.57
	d. Purchase of traded goods	-	-	-	-	-
	e. Employees cost	404.92	257.65	591.89	489.45	849.76
	f. Depreciation	1,348.48	428.93	2,630.44	428.93	1,873.62
	g. Other expenditure	659.69	369.07	1,066.52	656.30	1,158.31
	<b>h. Total</b>	<b>17,596.22</b>	<b>2,085.05</b>	<b>30,674.49</b>	<b>2,604.08</b>	<b>17,059.94</b>
3	<b>Profit from Operations before other Income, interest &amp; exceptional items (1-2)</b>	(1,431.97)	(358.44)	(2,877.85)	(875.49)	(3,930.06)
4	Other income	46.94	5.84	51.09	3.85	17.97
5	<b>Profit before interest &amp; exceptional items (3+4)</b>	(1,385.03)	(352.60)	(2,826.76)	(871.64)	(3,912.09)
6	Interest	1,667.34	687.91	3,506.88	687.91	2,718.76
7	<b>Profit after interest but before exceptional items (5-6)</b>	(3,052.37)	(1,040.51)	(6,333.64)	(1,559.55)	(6,630.85)
8	Exceptional items	-	-	-	-	-
9	<b>Profit (+)/Loss (-) from ordinary activities before tax (7+8)</b>	(3,052.37)	(1,040.51)	(6,333.64)	(1,559.55)	(6,630.85)
10	<b>Tax expense</b>	-	1.37	-	1.37	1.23
11	<b>Net Profit (+)/Loss (-) from ordinary activities after tax (9-10)</b>	(3,052.37)	(1,041.88)	(6,333.64)	(1,560.91)	(6,632.08)
12	Extraordinary Item (net of tax expenses)	-	-	-	-	-
13	<b>Net Profit (+)/Loss (-) for the period (11-12)</b>	(3,052.37)	(1,041.88)	(6,333.64)	(1,560.91)	(6,632.08)
14	Paid-up equity share capital (Face value Rs. 10 each)	33,514.40	20,000.00	33,514.40	20,000.00	20,840.00
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	21,487.59	-	21,487.59	-	364.00
16	Earning Per Share (EPS)					
	(a) Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year(not to be annualized)	(1.38)	(0.52)	(2.94)	(0.79)	(3.32)
	(b) Basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year(not to be annualized)	(1.38)	(0.52)	(2.94)	(0.79)	(3.32)
17	Public shareholding					
	- Number of Shares	128,144,030	-	128,144,030	-	-
	- Percentage of Shareholding	38.24%	-	38.24%	-	-
18	Promoters' and Promoter Group Shareholding					
	(a) Pledged/Encumbered					
	- Number of Shares	69,812,000	66,350,000	69,812,000	66,350,000	69,812,000
	- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)	33.73%	33.18%	33.73%	33.18%	33.73%
	- Percentage of Shares ( as a % of the total share capital of the Company)	20.83%	33.18%	20.83%	33.18%	33.50%
	(b) Non-encumbered					
	- Number of Shares	137,187,997	133,649,997	137,187,997	133,649,997	137,187,997
	- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)	66.27%	66.82%	66.27%	66.82%	66.27%
	- Percentage of Shares ( as a % of the total share capital of the Company)	40.93%	66.82%	40.93%	66.82%	65.83%

**Notes to the results for the quarter ended 30 September 2010**

1 Statement of assets and liabilities

(Amount in Rs. Lakhs)

Particulars	As at	As at	As at
	30 September 2010	30 September 2009	31 March 2010
	(Unaudited)	(Audited)	(Audited)
<b>Shareholders funds</b>			
(a) Share Capital	33,514.40	20,000.00	20,840.00
(b) Reserves and Surplus	21,487.59	-	364.00
(c) Share application money pending allotment	-	-	1,516.50
<b>Loan Funds</b>	55,251.15	45,380.91	54,373.49
<b>TOTAL</b>	<b>110,253.14</b>	<b>65,380.91</b>	<b>77,093.99</b>
<b>APPLICATION OF FUNDS:</b>			
<b>Fixed Assets</b>	63,762.67	62,765.67	66,345.38
<b>Intangible Assets</b>			
<b>Investments</b>	30,025.00	-	-
<b>Current Assets, Loans and Advances:</b>			
(a) Inventories	5,239.10	5,720.60	7,733.83
(b) Sundry Debtors	4,241.65	937.00	2,310.50
(c) Cash and Bank Balances	4,022.89	982.19	2,410.97
(e) Loans and Advances	1,118.51	639.75	1,371.48
(d) Other Current Assets	65.06	-	-
<b>Less: Current Liabilities and Provisions</b>			
(a) Liabilities	(12,544.61)	(8,600.48)	(11,345.25)
(b) Provisions	(35.37)	(10.97)	(27.13)
<b>Miscellaneous Expenditure (Not written off or Adjusted)</b>	-	-	269.61
<b>Profit and Loss account</b>	14,358.25	2,947.15	8,024.60
<b>TOTAL</b>	<b>110,253.14</b>	<b>65,380.91</b>	<b>77,093.99</b>

- 2 The Company has only one single primary business segment viz manufacture and sale of Photovoltaic Solar cells. Therefore, the disclosure requirements of Accounting Standard - 17 "Segment Reporting" prescribed by Companies (Accounting Standard) Rules, 2006 are not applicable.
- 3 There were no complaints from the shareholders during the quarter ending 30 September 2010. Also, no complaints were pending as at 30 September 2010.
- 4 The Statutory auditors had, in the audit report for the financial year ended 31 March 2010, added an emphasis of matter paragraph relating to managerial remuneration being paid in excess of the prescribed limits of Schedule XIII of the Companies Act, 1956. The Company had filed an application for obtaining the approval from the Central Government. Pending such approval, the excess remuneration paid was being disclosed as held in trust by such managerial personnel. In the quarter ended 30 September 2010, the matter has been resolved after the Central Government approved the remuneration and directed the Company to pay the same in accordance with Schedule XIII of the Companies Act, 1956. Consequently, managerial remuneration amounting to Rs. 136.86 lakhs relating to the period 26 September 2009 to 30 September 2010 has been accrued in the quarter ended 30 September 2010 and the excess remuneration paid upto 31 March 2010 and subsequently amounting to Rs. 155.91 lakhs and held in trust by such managerial personnel has been adjusted against the loans received from such personnel.
- 5 During the quarter ending 30 September 2010, the Company made an Initial Public Offer "IPO" of its equity shares and allotted 123,103,448 Equity Shares of Rs.10 each at a premium of Rs.19 per equity share aggregating to Rs. 35,700 lakhs. Consequently, the paid up Equity Share Capital and Securities Premium Account have been increased by Rs.12,310.34 lakhs and Rs.23,389.66 lakhs, respectively.
- 6 IPO proceeds are yet to be utilised for its intended purpose as specified in the prospectus. Pending utilisation, the net proceeds of IPO has been invested in interest bearing liquid instruments and bank deposits.
- 7 The IPO expenses aggregating to Rs. 3,358.24 Lakhs have been adjusted against the Securities Premium Account as permitted under Section 78 of the Companies Act, 1956. Until 31 March 2010, Company had an accounting policy to amortise the IPO Expenses over a period of 5 years. Had the Company continue to follow the same accounting policy, the miscellaneous expenditure would have been higher Rs.3,345.36 lakhs and the net loss would have been higher by Rs.12.88 lakhs.
- 8 In view of the absence of virtual certainty of realisation of carry forward tax losses/ unabsorbed depreciation in the foreseeable future, deferred tax assets have been recognised to the extent of deferred tax liability.
- 9 Current quarter and year to date figures are not comparable to the corresponding previous quarter and year to date figures, respectively as the Company was in the start-up phase and had commenced its commercial production on 17 July 2009.
- 10 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12 November 2010.
- 11 The figures relating to the corresponding previous quarter ended 30 September 2009 have not been reviewed.

For and on behalf of the Board of directors  
Sd/-  
(H.R.Gupta)  
Managing Director

Place: Greater Noida  
Date: 12 November 2010