

FORTIS HEALTHCARE LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2010

(Rs. in Lacs)

Particulars	Consolidated			Standalone		
	Quarter Ended June 30		Year Ended March 31	Quarter Ended June 30		Year Ended March 31
	2010	2009	2010	2010	2009	2010
	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from Operations	33,425	18,277	92,675	5,933	4,859	20,117
2. Other Operating Income	367	266	1,119	222	198	864
3. Total Income	33,792	18,543	93,794	6,155	5,057	20,981
4. Expenditure						
(a) Material Consumed	9,351	5,428	26,267	1,714	1,316	5,491
(b) Employees cost	6,273	4,250	19,500	1,202	1,275	4,723
(c) Net Depreciation & Amortization	2,152	1,135	5,994	267	257	1,079
(d) Other expenditure	13,413	6,056	33,979	2,336	2,025	8,561
(e) Total	31,189	16,869	85,740	5,519	4,873	19,854
5. Profit (+)/ Loss (-) from Operations before Other income & interest (3-4)	2,603	1,674	8,054	636	184	1,127
6. Other Income	3,366	308	5,012	4,269	385	4,115
7. Profit (+)/ Loss (-) from Operations before Interest (5-6)	5,969	1,982	13,066	4,905	569	5,242
8. Interest (including finance charges)	7,093	1,041	5,729	2,142	717	2,228
9. Profit (+)/ Loss (-) from Ordinary activities before tax (7-8)	(1,124)	941	7,337	2,763	(148)	3,014
10. Tax expense	217	181	336	-	8	-
11. Net Profit/ Loss (9-10)	(1,341)	760	7,001	2,763	(156)	3,014
12. Less : Minority Interest in profit / (loss)	101	58	209	-	-	-
13. Add : Share in profit/(loss) of associate companies	11	53	156	-	-	-
14. Net Profit / (Loss) attributable to the shareholders of the Company	(1,431)	755	6,948	2,763	(156)	3,014
15. Paid-up equity share capital (Face Value Rs.10 per Share)	40,506	22,667	31,732	40,506	22,667	31,732
16. Reserves excluding Revaluation Reserves	-	-	119,150	-	-	137,363
17. Basic Earnings Per Share (EPS) (in Rs.) for the period, for the year to date and for the previous year (not annualised)	(0.44)	0.33	2.62	0.85	(0.07)	1.14
18. Diluted Earnings Per Share (EPS) (in Rs.) for the period, for the year to date and for the previous year (not annualised)	(0.44)	0.33	2.61	0.85	(0.07)	1.13
19. Public shareholding - Number of Shares	74,903,246	71,497,292	74,674,964	74,903,246	71,497,292	74,674,964
-Percentage of shareholding	18.49%	31.54%	23.53%	18.49%	31.54%	23.53%
20. Promoters and promoter group Shareholding						
a) Pledged/ Encumbered - Number of Shares	115,340,500	39,340,500	164,817,692	115,340,500	39,340,500	164,817,692
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	34.94%	25.35%	67.92%	34.94%	25.35%	67.92%
- Percentage of shares (as a % of the total share capital of the company)	28.48%	17.36%	51.94%	28.48%	17.36%	51.94%
b) Non-encumbered - Number of Shares	214,813,449	115,828,741	77,830,953	214,813,449	115,828,741	77,830,953
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	65.06%	74.65%	32.08%	65.06%	74.65%	32.08%
- Percentage of shares (as a % of the total share capital of the company)	53.03%	51.10%	24.53%	53.03%	51.10%	24.53%

Notes:

1. The results for the quarter ended June 30, 2010 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 6, 2010. The results have been subjected to the limited review by the Statutory Auditors in terms of Clause 41 of Listing Agreement.
2. The Group is primarily engaged in the business of healthcare services, which is considered to be the only reportable business segment as per Accounting Standard 17 on 'Segment Reporting' issued by the Institute of Chartered Accountants of India. The Group's operating locations are based in India which is considered as a single geographical segment.
3. Other income includes interest income, unclaimed balances and excess provisions written back, foreign exchange fluctuation gain, profit on sale of assets, profit on sale of investment; and miscellaneous income, whichever is relevant for the period/year.
4. The statutory auditors have reported their inability to express an opinion on the matter relating to land under leasehold arrangements with the Delhi Development Authority and certain demands raised by the income tax authorities in respect of a subsidiary aggregating to Rs. 9,608 lacs. As the matters are sub-judice, and appeals against the demands are pending at various stages and based on the advice received from legal counsels, the management is of the view that the matters shall get resolved in its favor.
5. The Company has issued 1,000, 5.00 per cent Foreign Currency Convertible Bonds of US \$ 100,000 each in May 2010, due on May 18, 2015. These bonds are listed on Luxemburg stock exchange and are due for conversion between May 2013 to May 2015.
6. During the quarter ended June 30, 2010, the Company has, in terms of the Letter of Offer dated September 22, 2009, for the Rights Issue of Equity Shares, issued 87,711,986 equity shares of Rs. 10 each, against conversion of detachable warrants, at an exercise price of Rs.153 per detachable warrant, aggregating to Rs.134,199.34 lacs. Further, during the said Quarter, the Company has also allotted 21,600 Equity Shares of Rs. 10 each to the eligible employees, against exercise of vested Stock Options. Consequent to the above said allotments, the paid up equity share capital of the Company has gone up to 405,057,195 equity shares of Rs. 10/- each, aggregating Rs. 40,505.72 lacs.
7. The Company raised Rs. 49,676.15 lacs and Rs. 99,711.60 lacs from the Initial Public Offer (IPO) in April 2007 and Rights Issue in October 2009 respectively. The status of fund utilization out of Public Offer proceeds as at the end of June 30, 2010 is as follows:

(Rs. in lacs)

S no.	Expenditure Program	Amount expended till June 30, 2010 out of	
		IPO Proceeds	Rights Issue Proceeds
1	Construction and development of the planned hospital to be located at Shalimar Bagh, New Delhi by one of its subsidiaries	11,166.09	-
2	Refinancing of funds availed for the acquisition of Escorts Heart Institute and Research Centre Limited	35,231.15	-
3	IPO Issue Expenses	3,278.91	-
4	Investment in wholly owned subsidiary (Fortis Hospotel Limited) to finance the construction and development of a Greenfield hospital project in Gurgaon, Haryana	-	20,000.00

5	Acquisitions and other strategic initiatives	-	20,000.00
6	Redemption of Preference Shares (Class C), along with the premium on such redemption	-	26,000.00
7	Repayment and prepayment of existing short term loans of the Company	-	17,099.90
8	General corporate purpose	-	15,311.70
9	Rights Issue expenses	-	1,265.18
	Total	49,676.15	99,676.78

The Company has utilized entire amount Rs. 49,676.15 lacs raised from the Initial Public Offer (IPO) and having unutilised funds of Rs. 34.82 lacs as on June 30, 2010 out of rights issue proceeds. These funds have been invested in debt based short-term liquid fund schemes of mutual funds.

The commissioning of the company's hospital located at Shalimar Bagh, New Delhi has been delayed due to non receipt of necessary statutory approvals. However there is no cost overrun due to this delay.

8. During the quarter, Company through one of its subsidiary, Fortis Global Healthcare Mauritius Limited (FGHL) further acquired additional 0.19% shares of Parkways Holdings Limited ('PHL') through purchase from open market. Therefore Company's stake in the PHL has increased to 24.88% as at June 30, 2010. Subsequent to June 30, 2010, the Company has decided to sell its entire stake in PHL at the price of SG\$ 3.95 per share.
9. Subsequent to the shareholders' approval for preferential allotment of equity shares to GIC Special Investments Pte Ltd ('GIC'), through its affiliated investment vehicle, GIC has informed to the Company that it would like to consider participating in the larger fund raising by the Company as per the resolution passed by postal ballots on July 19, 2010. The Company and GIC have mutually agreed to defer the current preferential investment until such time.
10. Number of investors complaints received and disposed off during the quarter ended June 30, 2010: (i) Pending at the beginning of the quarter – Nil. (ii) Received during the quarter – Nil. (iii) Disposed of during the quarter – Nil (iv) Lying unresolved at the end of the quarter – Nil.
11. The previous period's figures have been regrouped and recasted, wherever considered necessary.

Date: August 06, 2010
Place: Gurgaon

for and on behalf of the Board of Directors

Sd/-
Shivinder Mohan Singh
Managing Director

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