

# FORTIS HEALTHCARE LIMITED

## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2009

(Rs. In lacs)

Particulars	Consolidated					Standalone				
	Quarter Ended December 31		Nine Months Ended December 31		Year Ended	Quarter Ended December 31		Nine Months Ended December 31		Year Ended
	2009	2008	2009	2008	March 31, 2009	2009	2008	2009	2008	March 31, 2009
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from Operations	22,948	15,841	59,984	44,994	62,002	4,944	4,399	14,567	12,237	16,663
2. Other Operating Income	300	265	857	800	1,067	214	194	623	578	782
<b>3. Total Income</b>	<b>23,248</b>	<b>16,106</b>	<b>60,841</b>	<b>45,794</b>	<b>63,069</b>	<b>5,158</b>	<b>4,593</b>	<b>15,190</b>	<b>12,815</b>	<b>17,445</b>
4. Expenditure										
(a) Material Consumed	6,431	4,626	17,186	13,455	18,954	1,394	1,391	3,939	3,899	5,264
(b) Employees cost	4,821	3,910	13,268	11,205	14,737	1,117	1,179	3,441	3,089	4,255
(c) Net Depreciation & Amortization	1,383	1,190	3,694	3,592	4,874	267	267	785	871	1,154
(d) Other expenditure	8,438	5,083	21,034	15,157	20,815	2,105	1,720	6,257	5,323	7,141
(e) Total	21,073	14,809	55,182	43,409	59,380	4,883	4,557	14,422	13,182	17,814
<b>5. Profit (+)/ Loss (-) from Operations before Other income &amp; interest (3-4)</b>	<b>2,175</b>	<b>1,297</b>	<b>5,659</b>	<b>2,385</b>	<b>3,689</b>	<b>275</b>	<b>36</b>	<b>768</b>	<b>(367)</b>	<b>(369)</b>
6. Other Income	870	578	1,537	2,393	2,854	1,235	367	2,014	1,452	1,900
<b>7. Profit (+)/ Loss (-) from Operations before Interest (5+6)</b>	<b>3,045</b>	<b>1,875</b>	<b>7,196</b>	<b>4,778</b>	<b>6,543</b>	<b>1,510</b>	<b>403</b>	<b>2,782</b>	<b>1,085</b>	<b>1,531</b>
8. Interest (including finance charges)	687	1,122	2,504	3,432	4,366	270	556	1,470	1,686	2,195
<b>9. Profit (+)/ Loss (-) from Ordinary activities before tax (7-8)</b>	<b>2,358</b>	<b>753</b>	<b>4,692</b>	<b>1,346</b>	<b>2,177</b>	<b>1,240</b>	<b>(153)</b>	<b>1,312</b>	<b>(601)</b>	<b>(664)</b>
10. Tax expense	83	72	358	231	394	-	14	-	40	51
<b>11. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)</b>	<b>2,275</b>	<b>681</b>	<b>4,334</b>	<b>1,115</b>	<b>1,783</b>	<b>1,240</b>	<b>(167)</b>	<b>1,312</b>	<b>(641)</b>	<b>(715)</b>
12. Extraordinary Item (net of tax expense Rs 16.65 lacs)	-	-	-	623	623	-	-	-	-	-
<b>13. Net Profit/ Loss (11+12)</b>	<b>2,275</b>	<b>681</b>	<b>4,334</b>	<b>1,738</b>	<b>2,406</b>	<b>1,240</b>	<b>(167)</b>	<b>1,312</b>	<b>(641)</b>	<b>(715)</b>
14. Less : Minority Interest in profit / (loss)	131	164	272	181	274	-	-	-	-	-
15. Add : Share in profit/(loss) of associate companies	30	(10)	164	48	(50)	-	-	-	-	-
<b>16. Net Profit / (Loss) attributable to the shareholders of the Company</b>	<b>2,174</b>	<b>507</b>	<b>4,226</b>	<b>1,605</b>	<b>2,082</b>	<b>1,240</b>	<b>(167)</b>	<b>1,312</b>	<b>(641)</b>	<b>(715)</b>
17. Paid-up equity share capital (Face Value Rs.10 per Share)	31,732	22,667	31,732	22,667	22,667	31,732	22,667	31,732	22,667	22,667
18. Reserves excluding Revaluation Reserves	-	-	-	-	45,642	-	-	-	-	56,136
19. Basic Earnings Per Share (EPS) before extraordinary items (in Rs.) for the period, for the year to date and for the previous year (not annualised)	0.88	0.22	1.70	0.71	0.64	0.50	(0.07)	0.53	(0.28)	(0.32)
20. Diluted Earnings Per Share (EPS) before extraordinary items (in Rs.) for the period, for the year to date and for the previous year (not annualised)	0.64	0.22	1.25	0.71	0.64	0.37	(0.07)	0.39	(0.28)	(0.32)
21. Restated Basic Earnings Per Share (EPS) for rights issue before extraordinary items (in Rs.) for the previous year (not annualised)		0.22		0.71	0.64		(0.07)		(0.28)	(0.31)

22. Basic Earnings Per Share (EPS) after extraordinary items (in Rs.) for the period, for the year to date and for the previous year (not annualised)	0.88	0.22	1.70	0.71	0.92	0.50	(0.07)	0.53	(0.28)	(0.32)
23. Diluted Earnings Per Share (EPS) after extraordinary items (in Rs.) for the period, for the year to date and for the previous year (not annualised)	0.64	0.22	1.25	0.71	0.92	0.37	(0.07)	0.39	(0.28)	(0.32)
24. Restated Basic Earnings Per Share (EPS) for rights issue after extraordinary items (in Rs.) for the previous year (not annualised)		0.22		0.71	0.92		(0.07)		(0.28)	(0.31)
25. Public shareholding										
- Number of Shares	74,663,764	72,013,392	74,663,764	72,013,392	71,516,292	74,663,764	72,013,392	74,663,764	72,013,392	71,516,292
-Percentage of shareholding	23.53%	31.77%	23.53%	31.77%	31.55%	23.53%	31.77%	23.53%	31.77%	31.55%
26. Promoters and promoter group Shareholding										
a) Pledged/ Encumbered										
- Number of Shares	27,640,500	17,340,500	27,640,500	17,340,500	47,032,900	27,640,500	17,340,500	27,640,500	17,340,500	47,032,900
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	11.39%	11.21%	11.39%	11.21%	30.31%	11.39%	11.21%	11.39%	11.21%	30.31%
- Percentage of shares (as a % of the total share capital of the company)	8.71%	7.65%	8.71%	7.65%	20.75%	8.71%	7.65%	8.71%	7.65%	20.75%
b) Non-encumbered										
- Number of Shares	215,018,145	137,312,641	215,018,145	137,312,641	108,117,341	215,018,145	137,312,641	215,018,145	137,312,641	108,117,341
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	88.61%	88.79%	88.61%	88.79%	69.69%	88.61%	88.79%	88.61%	88.79%	69.69%
- Percentage of shares (as a % of the total share capital of the company)	67.76%	60.58%	67.76%	60.58%	47.70%	67.76%	60.58%	67.76%	60.58%	47.70%

#### Notes:

1. The results for the quarter ended December 31, 2009 have been reviewed by the Audit Committee at its meeting on January 22, 2010 and have been taken on record by the Board of Directors.
2. The Group operates in one reportable segment in terms of Accounting Standard 17.
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; claim received against key man insurance policy 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. 12,437 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 favour.
5. On October 9, 2009, the Company has allotted 8,940 Equity Shares of Rs. 10/- each, at a premium of Rs. 61/- per share, to the eligible employees, upon exercise of vested stock options, under the 'Employee Stock Option Plan 2007' of the Company.
6. The Company has, through one of its wholly-owned subsidiary - International Hospital Limited, increased its shareholding from 49.86% to 50.02% in the equity share capital of Malar Hospitals Limited (MHL) by purchase of 30,100 equity shares of MHL from open market, thereby making MHL its subsidiary w.e.f. October 01, 2009.

7. Pursuant to the Letter of offer dated September 22, 2009 and in accordance with the basis of allotment approved by the National Stock Exchange (Designated Stock Exchange), the Issue Committee of Board of Directors of the Company at their meeting held on October 27, 2009 allotted on Rights Basis 90,646,936 equity shares at a premium of Rs. 100 per equity shares aggregating to Rs. 99,711.63 lacs and 90,646,936 detachable warrants. Accordingly, the Paid up equity share capital of the Company has been increased from 22,666.65 lacs to Rs. 31,732.24 lacs.
8. On November 26, 2009, the Company redeemed 2,60,000 Preference Shares of Rs. 10 each along with the redemption premium thereof, from the proceeds of Rights Issue of the Company.
9. As per the objects to the recently completed rights issue, the Company has invested Rs. 35,000 lacs in its wholly owned subsidiary Fortis Hospitals Limited to partly fund the acquisition of Hospitals from M/s Wockhardt Hospitals Ltd.
10. The Company, through a wholly owned subsidiary Fortis Hospitals Limited, completed the acquisition of 10 Hospitals (including 2 under construction) together with the acquisition of 10,250 equity shares of Kanishka Housing Development Company Limited on December 17, 2009 for the value of Rs.90,900 lacs from M/s Wockhardt Hospitals Ltd., on a going concern basis pursuant to the consummation of Business Transfer Agreement executed on August 24, 2009.
11. The status of fund utilization out of Initial Public Offer (IPO) proceeds as at the end of December 31, 2009 is as follows:

<b>S no.</b>	<b>Expenditure Program</b>	<b>Rs. in Lacs</b>
1	Construction and development of the planned hospital to be located at Shalimar Bagh, New Delhi by Fortis Hospotel Limited (erstwhile Oscar Bio-Tech Private Limited)	10,000.00
2	Refinancing of funds availed for the acquisition of Escorts Heart Institute and Research Centre Limited	35,231.15
3	Issue Expenses	3,278.91
	<b>Total</b>	<b>48,510.06</b>

The Company is having unutilised funds of Rs. 1,166.09 lacs as on December 31, 2009 out of IPO proceeds. These funds have been invested as Fixed Deposit with a Scheduled Bank.

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

12. The status of fund utilization out of Rights Issue proceeds as at the end of December 31, 2009 is as follows:

<b>S no.</b>	<b>Expenditure Program</b>	<b>Rs. in Lacs</b>
1	Investment in Fortis Hospotel Limited to finance the construction and development of a Greenfield hospital project in Gurgaon, Haryana.	20,000.00
2	Acquisitions and other strategic initiatives	20,000.00
3	Redemption of Preference Shares (Class C), along with the premium on such redemption	26,000.00
4	Repayment and prepayment of existing short term loans of the Company	17,099.90
5	General corporate Purpose	15,000.00
6	Issue expenses	1,239.06
	<b>Total</b>	<b>99,338.96</b>

The Company is having unutilised funds of Rs. 372.64 lacs as on December 31, 2009 out of rights issue proceeds. These funds have been invested in Mutual Funds as on closing date.

13. Number of Investors Complaints received and disposed off during the quarter ended December 31, 2009: (i) Pending at the beginning of the quarter – Nil. (ii) Received during the quarter – 3. (iii) Disposed of during the quarter – 3 (iv) Lying unresolved at the end of the quarter – Nil.

14. The Previous Periods figures have been regrouped and recasted, wherever considered necessary.

Date: January 22, 2010  
Place: New Delhi

For and on behalf of the Board of Directors

**Sd/-**  
**SHIVINDER MOHAN SINGH**  
Managing Director

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