

FORTIS HEALTHCARE LIMITED

Regd. Office: Piccadily House, 275-276 4th Floor, Captain Gour Marg, Srinivas Puri, New Delhi – 110065

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2007

(Rs. in Lacs)

| | Particulars | Consolidated | | | | | Standalone | | | | |
|----|--|----------------------|-------------|------------------------|-------------|----------------|----------------------|-------------|------------------------|-------------|----------------|
| | | Quarter Ended Sep 30 | | Half Year Ended Sep 30 | | Year Ended | Quarter Ended Sep 30 | | Half Year Ended Sep 30 | | Year Ended |
| | | 2007 | 2006 | 2007 | 2006 | March 31, 2007 | 2007 | 2006 | 2007 | 2006 | March 31, 2007 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Net Sales/income from operations | 12,103.51 | 11,850.20 | 24,781.97 | 23,863.90 | 51,235.39 | 4,056.11 | 4,044.18 | 7,493.66 | 6,953.37 | 12,302.21 |
| 2 | Other Income | 768.31 | 286.04 | 1,553.94 | 475.52 | 1,305.12 | 615.47 | 221.25 | 1,423.10 | 331.66 | 979.31 |
| | Total Income | 12,871.82 | 12,136.24 | 26,335.91 | 24,339.42 | 52,540.51 | 4,671.58 | 4,265.43 | 8,916.76 | 7,285.03 | 13,281.52 |
| 3 | Total Expenditure | | | | | | | | | | |
| | a) Consumption of Materials | 3,602.48 | 4,069.43 | 7,864.23 | 8,121.12 | 17,610.70 | 1,229.85 | 1,657.21 | 2,499.59 | 2,742.43 | 4,837.91 |
| | b) Staff Cost | 3,502.93 | 3,204.39 | 6,805.74 | 6,531.07 | 13,744.75 | 1,099.93 | 744.77 | 1,831.61 | 1,536.49 | 2,809.83 |
| | c) Operating Expenses | 3,071.57 | 2,404.20 | 6,011.78 | 5,063.14 | 10,559.47 | 957.41 | 1,008.38 | 1,817.79 | 1,730.19 | 3,086.60 |
| | d) Other Expenditure | 1,668.53 | 1,131.93 | 3,015.70 | 2,148.04 | 4,656.30 | 839.08 | 386.13 | 1,173.29 | 775.86 | 1,361.71 |
| | Total Expenditure | 11,845.51 | 10,809.95 | 23,697.45 | 21,863.37 | 46,571.22 | 4,126.27 | 3,796.49 | 7,322.28 | 6,784.97 | 12,096.05 |
| 4 | Profit before Interest, Depreciation and Tax | 1,026.31 | 1,326.29 | 2,638.46 | 2,476.05 | 5,969.29 | 545.31 | 468.94 | 1,594.48 | 500.06 | 1,185.47 |
| 5 | Interest - Including Financial Expenses | 1,412.89 | 1,314.55 | 3,117.20 | 2,777.52 | 6,600.43 | 800.23 | 1,173.68 | 1,903.19 | 2,314.75 | 4,964.82 |
| 6 | Cash Profit(+)/ Loss(-) before Tax | (386.58) | 11.74 | (478.74) | (301.47) | (631.14) | (254.92) | (704.74) | (308.71) | (1,814.69) | (3,779.35) |
| 7 | Depreciation & Amortization | 2,273.76 | 1,851.65 | 4,337.96 | 3,839.96 | 8,380.42 | 265.98 | 319.35 | 533.85 | 584.78 | 1,057.04 |
| 8 | Profit(+)/Loss(-) before Tax | (2,660.34) | (1,839.91) | (4,816.70) | (4,141.43) | (9,011.56) | (520.90) | (1,024.09) | (842.56) | (2,399.47) | (4,836.39) |
| 9 | Provision for Taxation | | | | | | | | | | |
| | a) Current Tax | (14.57) | 104.13 | - | 286.53 | 868.37 | - | - | - | - | - |
| | b) Deferred Tax (Credit) / Charge | 93.24 | 65.56 | 285.42 | 15.89 | (263.82) | - | - | - | - | - |
| | c) Fringe Benefit Tax | 27.41 | 26.78 | 58.17 | 47.89 | 123.39 | 7.72 | 7.13 | 16.22 | 12.89 | 32.47 |
| 10 | Net Profit(+)/Loss(-) before reversal of Deferred Tax Asset of earlier years | (2,766.42) | (2,036.38) | (5,160.29) | (4,491.74) | (9,739.50) | (528.62) | (1,031.22) | (858.78) | (2,412.36) | (4,868.86) |
| 11 | Reversal of Deferred Tax Assets created in previous years | - | - | 1,278.22 | - | - | - | - | - | - | - |
| 12 | Net Profit / (Loss) before minority interest and share in losses of associates | (2,766.42) | (2,036.38) | (6,438.51) | (4,491.74) | (9,739.50) | (528.62) | (1,031.22) | (858.78) | (2,412.36) | (4,868.86) |
| 13 | Minority interest in current year profits / (losses) | (98.88) | (2.51) | (283.40) | 26.65 | 62.32 | - | - | - | - | - |
| 14 | Share in current year losses / (profits) of an associate company | 4.19 | 2.24 | 7.68 | 6.64 | 9.77 | - | - | - | - | - |
| 15 | Net Profit / (Loss) attributable to the shareholders of the Company | (2,671.73) | (2,036.11) | (6,162.79) | (4,525.03) | (9,811.59) | (528.62) | (1,031.22) | (858.78) | (2,412.36) | (4,868.86) |
| 16 | Paid-up Equity Share Capital (Face value Rs.10 per Share) | 22,666.65 | 16,999.99 | 22,666.65 | 16,999.99 | 18,067.01 | 22,666.65 | 16,999.99 | 22,666.65 | 16,999.99 | 18,067.01 |
| 17 | Reserves excluding revaluation reserves | | | | | 16,118.76 | | | | | 23,598.84 |
| 18 | Basic and Diluted EPS (in Rs.) (not annualised) | (4.68) | (4.75) | (5.54) | (5.31) | (5.73) | (0.93) | (2.41) | (0.77) | (2.83) | (2.85) |
| 19 | Aggregate of non-promoter shareholding | | | | | | | | | | |
| | - Number of Shares | 57,917,111 | | 57,917,111 | | | 57,917,111 | | 57,917,111 | | |
| | -Percentage of shareholding | 25.55% | | 25.55% | | | 25.55% | | 25.55% | | |

Notes:

1. The results for the half year and quarter ended September 30, 2007 have been subjected to limited review by the Auditors of the Company and were taken on record by the Board of Directors at its meeting held on October 29, 2007.
2. As the Group's business activities primarily fall within a single business and geographical segment, there are no additional disclosures to be provided in terms of Accounting Standard 17 'Segmental Reporting'.
3. As on 31st March, 2007, the Company was an Unlisted Public Company, and accordingly, the provisions of Clause 40A with respect to maintenance of minimum public shareholding were not applicable to the Company. As on 31st March, 2007, the public shareholding in the Company was 11,977,706 (6.63%) Equity Shares of Rs. 10 each.
4. The consolidated financial results comprise the results of the Company and its subsidiaries and an associate.
5. Number of Investors Complaints received and disposed off during the quarter ended September 30, 2007: (i) Pending at the beginning of the quarter – 08. (ii) Received during the quarter – 454. (iii) Disposed of during the quarter – 455 (iv) Lying unresolved at the end of the quarter – 07.
6. In the last audited annual accounts of the Company, the auditors had qualified the recognition of deferred tax assets of Rs. 1104.74 lacs in respect of a step subsidiary. The same has been reversed and charged to profit and loss account during the first quarter.
7. The auditors are unable to express an opinion on the position of the 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. 20,600 lacs. Last Audited Annual accounts also carried a qualification by the auditors in respect of these matters. As the matters are sub-judice, with appeals against the demands 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.
8. International Hospital Limited ("IHL"), a wholly owned subsidiary of the Company, has entered into an Agreement, together with Oscar Investments Limited (OIL) on 7th September, 2007 for acquisition of 39,00,000 Equity Shares of Malar Hospitals Limited ("MHL") from its promoters and 46,66,666 Equity Shares by conversion of loan into Equity, at the rate of Rs. 30 per share, representing 46% of the expanded share capital of MHL. Further, in terms of the SEBI Regulations, IHL and OIL are in the process of making an offer for acquisition of 20% of Equity Shares of MHL from the public, wherein Fortis Healthcare Ltd and Fortis Healthcare Holdings Ltd are 'Persons acting in Concert'.

In terms of the said Agreement, 33,33,333 and 13,33,333 Equity Shares have already been allotted by MHL to IHL and OIL respectively on 18th Oct, 07.
9. Pursuant to the filing of Red Herring Prospectus on March 29, 2007 with Securities Exchange Board of India (SEBI) in respect of the Public Issue and after filing of other necessary information with the regulatory authorities, the Company has allotted 45,996,439 Equity Shares at Rs. 108 per Share (including premium of Rs. 98 per Share) on April 30, 2007. As a result, the Paid- up Share Capital of the Company has increased from Rs. 18,067.01 lacs divided into 180,670,094 Equity Shares of Rs. 10 each, to Rs. 22,666.65 lacs divided into 226,666,533 Equity Shares of Rs. 10 each. The Company got listed at BSE and NSE on 9th May, 2007.
10. The fund utilization out of IPO proceeds during the half year ended September 30, 2007 is as follows:

| | | Rs in Lacs |
|---------------|---|---|
| Sr.no. | Expenditure Program | Expenditure during half year ended September 30,2007 |
| 1 | Construction and development of the planned hospital to be located at Shalimar Bagh, New Delhi by Oscar Biotech Pvt Ltd | 1,498.00 |
| 2 | Refinancing of funds availed for the acquisition of Escorts Heart Institute & Research Centre Limited | 35,231.15 |
| 3 | Issue Expenses | 3,293.67 |
| | Total | 40,022.82 |

The Company was having unutilized funds of Rs. 9,653.33 Lacs as on September 30, 2007 out of IPO Proceeds. These unutilized funds have been invested as Inter Corporate Deposits and Bank deposits as on September 30, 2007.

11. Since the Company was not listed in the previous year, it was not required to publish quarterly results. Hence, the information furnished above for the standalone and consolidated results for the half year and quarter ended September 30, 2006 is based on management estimates and has not been subjected to limited review by the auditors.
12. Previous year figures have been regrouped, wherever considered necessary.

Date: October 29, 2007
Place: New Delhi

For and on behalf of the Board of Directors

SHIVINDER MOHAN SINGH
Managing Director