

HB PORTFOLIO LTD.

Registered Office: 199, Sector-7 Urban Estate Gurgaon-122001

Audited Financial Results for the Period Ended 31st March 2005

| Particulars | 15 months ended 31.12.04 | Quarter Ended 31.03.05 | Quarter Ended 31.03.04 | Accounting Period Ended 31.03.05 (Audited) | Previous Accounting Year Ended 30.09.03 (Audited) | Consolidated | |
|---|--------------------------|------------------------|------------------------|--|---|---------------------------------|-------------------------------|
| | | | | | | Period Ended 31.03.05 (Audited) | Year Ended 30.09.03 (Audited) |
| Income from Operations | 612.31 | 105.67 | 101.42 | 717.98 | 171.27 | 869.37 | 214.92 |
| Other Income | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Total Expenditure | | | | | | | |
| (a) Staff Cost | 19.89 | 4.59 | 4.32 | 24.48 | 23.31 | 49.88 | 39.45 |
| (b) Postage & Telephone | 9.12 | 1.28 | 7.19 | 10.40 | 9.72 | 11.67 | 11.53 |
| (c) Legal & Professional Exp. | 7.51 | 3.58 | 1.30 | 11.09 | 5.97 | 15.40 | 8.07 |
| (d) Travelling & Conveyance Expense | 1.18 | 0.86 | 0.24 | 2.04 | 4.48 | 6.14 | 6.87 |
| (e) Others | 23.06 | 5.35 | 6.65 | 28.41 | 27.96 | 73.40 | 48.77 |
| Interest | 207.40 | 18.71 | 51.50 | 226.11 | 178.22 | 325.04 | 257.72 |
| Depreciation | 4.08 | 0.56 | 0.77 | 4.64 | 4.22 | 14.82 | 13.44 |
| Provision for | | | | | | | |
| - Doubtful Loans | -- | -- | -- | -- | 564.99 | -- | 564.99 |
| - Doubtful Debts | -- | -- | -- | -- | 69.14 | -- | 69.14 |
| Profit/(Loss) before Tax | 340.07 | 70.74 | 29.45 | 410.81 | (716.74) | 373.02 | (805.06) |
| Provision for Taxation | | | | | | | |
| - Current Tax | -- | -- | -- | -- | -- | -- | -- |
| - Deferred Tax Charge/(Credit) | 0.48 | (0.65) | (0.43) | (0.17) | (0.90) | (3.78) | (2.67) |
| Net Profit/(Loss) After Tax | 339.59 | 71.39 | 29.88 | 410.98 | (715.84) | 376.80 | (802.39) |
| Share of Profit/(Loss) in Associates | -- | -- | -- | -- | -- | 242.98 | (74.22) |
| Prior Period adjustments | -- | -- | -- | -- | (7.42) | (0.18) | (7.42) |
| Total Profit/(Loss) | 339.59 | 71.39 | 29.88 | 410.98 | (723.26) | 619.60 | (884.03) |
| Paid-up equity share Capital (Face value Rs.10 per share) | 1225.83 | 1225.83 | 1225.83 | 1225.83 | 1225.83 | 1225.83 | 1225.83 |
| Reserve excluding Revaluation Reserve | N.A. | N.A. | N.A. | 5433.24 | 5019.63 | 5340.57 | 4994.34 |
| Basic & Diluted EPS (Rs./Share) | 2.65 | 0.56 | 0.23 | 3.21 | (5.64) | 4.83 | (6.89) |
| Aggregate of Non-Promoter shareholding | | | | | | | |
| - No. of Shares | 7198272 | 7017610 | 7470406 | 7017610 | 7619942 | ----- | ----- |
| - Percentage of shareholding | 56.14 | 54.73 | 58.26 | 54.73 | 59.43 | | |

Notes:

- The current accounting year which was to close at 30th September 2004 was extended by 6 months to close at 31st March 2005 after obtaining necessary approval from Registrar of Companies and is accordingly for a period of 18 months. Hence the figures for the current period are not comparable with that of previous accounting year.
- The figures for the corresponding quarter ended 31.03.2004, though given above to facilitate comparison, are not strictly comparable as quarter ended 31.03.2004 forms second quarter of the current Accounting period.
- The figures have been regrouped wherever necessary to facilitate comparison.
- There are no separate reportable segments as per Accounting Standard (AS-17) on Segment Reporting issued by the Institute of Chartered Accountants of India.
- The consolidated figures include accounts of the company's subsidiaries viz. HB Securities Limited and HB Corporate Services Limited
- As informed by Company's Registrar & Transfer Agent no investor complaints were pending at the beginning of the quarter (ended 31.03.2005). Five complaints received during the quarter were redressed in time.
- The text of this advertisement was taken on record by the Board of Directors of the Company at the meeting of the Board of Directors held on 14th April 2005.

For HB PORTFOLIO LTD.

sd/-

ANIL GOYAL

MANAGING DIRECTOR

PLACE: New Delhi

DATE: 14th April, 2005