



HB PORTFOLIO LIMITED

10th Floor, DCM Building, 16, Barakhamba Road, New Delhi-110001
Tel.: 23358683, 23717594, 23327069 Fax : 011-23327137 E-mail : hbpl@spectranet.com

29th April 2006

Regd. Post/ Fax

The Executive Director,
Bombay Stock Exchange Limited,
Pheroze Jeejee Bhoy Towers,
Dalal Street, Fort,
Mumbai -400001

Ref: - Company Code-5232333

Sub: - Compliance under Clause- 41 and Clause-20- Forwarding of Audited Financial Results for the year ended 31st March 2006 and Intimation of recommendation of Dividend.

Sir,

This is to advise you that the Board of Directors of the Company at their meeting held on 29th April 2006 have approved the Accounts for the year ended 31st March 2006 and taken on record the text of Audited Financial Results to be published under Clause 41 of the Listing Agreement. A copy of the said Audited results is enclosed as required under Clause 41 of the Listing Agreement.

The Board of Directors have also, while appropriation of profits for the year ended 31st March 2006, approved recommendation of dividend at the rate of 15% on the equity shares (pro-rata on the amount paid up) for the year ended 31st March 2006.

The above may also be treated as due compliance of the requirement under Clause 20 regarding intimation of turnover, profit/ loss etc.

Thanking you,
For **HB PORTFOLIO LIMITED**


NAMITA BHATNAGAR
COMPANY SECRETARY

Encl:- a/a

HB Portfolio Ltd.

Regd. Office : 199, Sector - 7, Urban Estate, Gurgaon, Haryana

Audited Financial Results for the year ended 31st March, 2006

(Rs. in Lacs)

| | Particulars | Figures for the 9 months ended 31.12.05 | Quarter Ended 31.03.06 | Quarter Ended 31.03.05 | Accounting Year Ended 31.03.06 (Audited) | Previous Accounting period Ended (18 months) 31.03.05 (Audited) | Consolidated | |
|----|---|---|------------------------|------------------------|--|---|-----------------------------------|-------------------------------------|
| | | | | | | | For Year Ended 31.03.06 (Audited) | For Period Ended 31.03.05 (Audited) |
| 1 | Income from operation | 606.48 | 568.88 | 105.67 | 1175.36 | 717.98 | 1395.12 | 869.37 |
| 2 | Other Income | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| 3 | Total Expenditure | | | | | | | |
| | (a) Staff Cost | 11.48 | 5.79 | 4.59 | 17.27 | 24.48 | 34.62 | 49.88 |
| | (b) Postage & Telephone | 7.59 | 1.93 | 1.10 | 9.52 | 6.21 | 10.27 | 7.02 |
| | (c) Printing & Stationary | 4.21 | 0.26 | 0.18 | 4.47 | 4.19 | 4.81 | 4.65 |
| | (d) Legal & Professional Exp. | 6.37 | 4.69 | 3.58 | 11.06 | 11.09 | 14.33 | 15.40 |
| | (e) Travelling & Conveyance Expense | 1.17 | 0.55 | 0.86 | 1.72 | 2.04 | 4.72 | 6.14 |
| | (f) Others | 15.96 | 12.14 | 5.35 | 28.10 | 28.41 | 50.64 | 73.40 |
| 4 | Interest | 17.52 | 0.17 | 18.71 | 17.69 | 226.11 | 30.34 | 325.04 |
| 5 | Depreciation | 2.25 | 0.68 | 0.56 | 2.93 | 4.64 | 8.97 | 14.82 |
| 6 | Provision for | | | | | | | |
| | - Doubtful Loans | -- | -- | -- | -- | -- | -- | -- |
| | - Doubtful Debts | -- | -- | -- | -- | -- | -- | -- |
| 7 | Profit/(Loss) before Tax | 539.93 | 542.67 | 70.74 | 1082.60 | 410.81 | 1236.42 | 373.02 |
| 8 | Provision for Taxation | | | | | | | |
| | - Current Tax | -- | -- | -- | -- | -- | 0.16 | -- |
| | - Deferred Tax Charge/(Credit) | 0.59 | (1.17) | (0.65) | (0.58) | (0.17) | (1.30) | (3.78) |
| | - Fringe Benefit Tax | 0.68 | 0.37 | -- | 1.05 | -- | 1.73 | -- |
| 9 | Net Profit/(Loss) After Tax | 538.66 | 543.47 | 71.39 | 1082.13 | 410.98 | 1235.83 | 376.80 |
| 10 | Share of Profit/(Loss) in Associates | -- | -- | -- | -- | -- | 1366.65 | 242.98 |
| 11 | Prior Period adjustments -/ (+) | -- | -- | -- | -- | -- | 3.80 | 0.18 |
| 12 | Total Profit/(Loss) | 538.66 | 543.47 | 71.39 | 1082.13 | 410.98 | 2598.68 | 619.60 |
| 13 | 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 |
| 14 | Reserve excluding Revaluation Reserve | N.A. | N.A. | N.A. | 6305.71 | 5433.24 | 7729.60 | 5340.57 |
| 15 | Basic & Diluted EPS(Rs./share) | 4.20 | 4.24 | 0.56 | 8.44 | 3.21 | 20.27 | 4.83 |
| 16 | Aggregate of Non-Promoter shareholding | | | | | | | |
| | - No. of Shares | 6429033 | 6429033 | 7017610 | 6429033 | 7017610 | ---- | ---- |
| | - Percentage of shareholding | 50.14 | 50.14 | 50.14 | 50.14 | 54.73 | | |

(Notes on next page)



NOTES

- 1 The figures have been regrouped wherever necessary to facilitate comparison.
- 2 The Company was following October- September as Accounting year up to 30th September 2003. However, to comply with the requirement under the provisions of Reserve Bank's Prudential norms applicable to NBFC's the Company changed its accounting year to April- March. Accordingly, the previous Accounting year which was to end at 30.09.2004 was extended by six months to end at 31.03.2005. Hence, the figures/ workings for previous Accounting Period ended on 31.03.2005 which are for 18 months are not strictly comparable with that of current accounting year's
- 3 The Board of Directors have recommended dividend at the rate of 15 % on equity shares (pro-rata on amount paid up) for the year ended 31.03.2006.
- 4 The Consolidated figures include audited accounts of the company's wholly owned subsidiaries viz. HB Securities Limited and HB Corporate Services Ltd.and share of profits for the year ended 31st March 2006 (based on Unaudited Accounts) in Pisces Portfolios Pvt. Ltd.(in which Company has significant influence) computed in accordance with Accounting Standard AS-23 issued by the Institute of Chartered Accountants of India.
- 5 There are no separate reportable segments as per Accounting Standard (AS-17) on segment Reporting issued by the Institute of Chartered Accountants of India.
- 6 As informed by Registrar and Transfer Agent no investor complaints were pending at the beginning of the quarter (ended 31.03.2006). Twelve complaints received during the quarter were redressed in time.
- 7 The Annual Financial Statements were reviewed by the Audit Committee before the approval by the Board and its Audit. The text of the above results were taken on record by the Board of Directors at its Meeting held on 29th April 2006.



For HB PORTFOLIO LTD.

PLACE : NEW DELHI
DATED : 29.04.2006

Sd/-
ANIL GOYAL
MANAGING DIRECTOR