

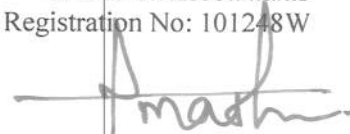
## Review Report

To the Board of Directors

Standard Chartered Investments and Loans (India) Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results ('the Statement') of Standard Chartered Investments and Loans (India) Limited ('the Company') for the six month period ended 30 September 2010. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in their meeting held on 9 November 2010. Our responsibility is to issue a report on this Statement based on our review. The corresponding figures of financial results for the six month period ended 30 September 2009 are not audited or reviewed.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as mentioned in paragraph 2 above, nothing has come to our notice that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 29 of the Listing Agreement for debt securities including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For **B S R & Co.**  
Chartered Accountants  
Firm's Registration No: 101248W



**Akeel Master**  
Partner

Membership No: 046768

9 November 2010

Standard Chartered Investments and Loans (India) Limited

(Registered office: Oriental Building, 364, Dr D. N. Road, Fort, Mumbai 400 001)

Unaudited financial results for the half year ended 30 September 2010

(Rupees In lakh)

Sr. no.	Particulars	For the half year	For the half year	For the year	For the year
		ended 30-9-2010	ended 30-9-2009	ended 31-3-2010	ended 31-3-2009
		Unaudited	Unaudited	Audited	Audited
1	Interest earned (a)+(b)+(c)	2,847	4,029	7,395	14,584
	(a) Interest on Loans and Advances	2,359	3,577	6,390	13,046
	(b) Income on investments	85	190	401	472
	(c) Others	403	262	604	1,066
2	Other Income	524	83	720	575
3	<b>Total Income (1+2)</b>	<b>3,371</b>	<b>4,112</b>	<b>8,115</b>	<b>15,159</b>
4	Interest and other Borrowing cost	363	568	1,065	5,203
5	Operating Expenses (i)+(ii)	957	2,041	3,898	9,725
	i) Staff Cost	141	131	324	613
	ii) Other Operating Expenses (a)+(b)	816	1,910	3,574	9,112
	a) Bad Debts	100	1,458	1,956	6,758
	b) Administrative and Other Expenses	716	452	1,618	2,354
6	<b>Total Expenditure (4+5) excluding provisions and contingencies</b>	<b>1,320</b>	<b>2,609</b>	<b>4,963</b>	<b>14,928</b>
7	Operating profit before provisions and contingencies (3-6)	2,051	1,503	3,152	231
8	Provisions (other than tax) and contingencies	-	-	-	-
9	Exceptional Items	-	-	-	-
10	<b>Profit (+)/Loss (-) from ordinary activities before tax (7-8-9)</b>	<b>2,051</b>	<b>1,503</b>	<b>3,152</b>	<b>231</b>
	Consists of -				
	a) Discontinuing operations	-470	-1,142	-2,381	-5,379
	b) Continuing operations	2,521	2,645	5,533	5,610
11	Tax Expense	609	569	1,091	220
12	<b>Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)</b>	<b>1,442</b>	<b>934</b>	<b>2,061</b>	<b>11</b>
13	Extraordinary Items (net of tax expenses)	-	-	-	-
14	<b>Net profit (+)/Loss(-) for the period (12-13)</b>	<b>1,442</b>	<b>934</b>	<b>2,061</b>	<b>11</b>
	Consists of -				
	a) Discontinuing operations	-470	-1,142	-2,381	-5,379
	b) Continuing operations	1,912	2,077	4,442	5,390
15	Paid-up equity share capital (Face value of the share shall be indicated)	45,439	45,439	45,439	45,439
16	Reserves excluding Revaluation reserve (as per balance sheet of previous accounting year)	2,717	1,939	1,276	995
17	Analytical Ratios				
	(i) Capital Adequacy Ratio	85.07%	71.60%	77.95%	65.30%
	(ii) Earning Per Share (EPS) (Rs)	0.32	0.21	0.45	0.00
18	NPA Ratios				
	a) Gross/ Net NPA	NA	NA	NA	NA
	b) % of Gross /Net NPA	NA	NA	NA	NA
	c) Return on Assets	2.14%	1.44%	3.15%	0.02%



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BY

For B S R & CO. (Registered.)

**Notes:**

- 1 The above financials have been reviewed by the audit committee and approved by the Board of Directors at its meeting held on 9 November 2010.
- 2 The Company is engaged in the business of non banking financial services.
- 3 The statutory auditors have carried out a limited review of financial results for six month period ended 30 September 2010. Financial results for the six month period ended 30 September 2009 have not been audited/reviewed by Statutory auditors.
- 4 Details of number of investors complaints for the half year ended 30 September 2010:  
Beginning---Nil Received---Nil Disposed---Nil Pending---Nil
- 5 Tax expense includes current tax and deferred tax .
- 6 Reserves include statutory reserve as per section 45IC of Reserve Bank of India Act, 1934 and balance in profit and loss account.
- 7 The Company has early adopted AS 30 on "Financials Instruments: Recognition and Measurement" to the extent applicable to derivatives. Accordingly, embedded derivatives portion of equity linked debt (ELD) and equity index future and options are fair valued. Due to the above, pre tax profit for six month period ended 30 September 2010 is lower by Rs 284 lakh.
- 8 The Company had discontinued fresh disbursement of consumer finance loans (personal loans) since July 2008. In the half year ended 30 September 2010, the Company has continued closing down branches and fixed assets including leasehold improvements relating to these branches were disposed off. The Company continues with its effort on recovery of outstanding loans. Revenues and expenses for the half year ended 30 September 2010 included in the above results relating to discontinuing operations pertaining to the Consumer Finance business are as follows:

Particulars	For the half year ended 30-9-2010	For the half year ended 30-9-2009	For the year ended 31-3-2010	For the year ended 31-3-2009
	Unaudited	Unaudited	Audited	Audited
Revenues	82	739	1,014	4,551
Expenditure	559	1,893	3,169	9,296
Loss before tax	-470	-1,142	-2,381	-5,379
Loss after tax	-470	-1,142	-2,381	-5,379

- 9 Previous period/year figure have been regrouped/reclassified wherever necessary.

**For Standard Chartered Investments and Loans (India) Limited**

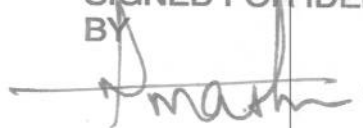


**Dhiren Parekh**  
Managing Director



9 November 2010  
Mumbai

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BY**



**For B S R & CO. (Registered.)**