

LLOYDS FINANCE LIMITED

(Under the Management of Special Committee Appointed by Hon'ble High Court at Bombay)

UNAUDITED FINANCIAL RESULTS (PROVISIONAL)**FOR THE QUARTER ENDED 30TH JUNE, 2006**

(Rs. in Lacs)

	PARTICULARS	QUARTER ENDED		PREVIOUS ACCOUNTING YEAR ENDED 31.03.2006 (AUDITED)
		30.06.2006 (UNAUDITED)	30.06.2005 (UNAUDITED)	
1	Income from Operations			
2	Other Income	3.85	0.88	5.23
3	Total Expenditure -	63.16	71.90	349.34
	(a) Staff Cost	22.40	25.88	102.84
	(b) Other Expenses	40.76	46.02	246.50
4	Interest			
5	Gross Profit / (Loss) after Interest but before Non-Cash charges and Taxation	(59.31)	(71.02)	(344.11)
6	Non-Cash Charges			
7	Write Offs		37.61	1451.76
8	Provision for Taxation - Fringe Benefit Tax	0.58		3.46
9	Net (Loss)	(59.89)	(108.63)	(1799.33)
10	Extra Ordinary Items -			
	(a) Liabilities Written Back (Net)			3256.28
	(b) I.Tax Refund of Earlier Years			196.91
11	Paid up Equity Share Capital	3741.20	3741.20	3741.20
12	Reserves excluding revaluation reserves (As per Balance Sheet of previous accounting year)	-	-	(7690.99)
13	Aggregate of Non-Promoter Shareholding : Shareholding	37412020.00	33807617.00	37412020.00
	Percentage of shareholding	100.00	90.37	100.00

1 In the winding up Petition No.1017 of 2002, Company Application No.231 of 2004, the Hon'ble High Court of Bombay vide order dtd.12th March,2004 has appointed the Special Committee to take charge of the management and affairs of the Company. The Special Committee has been appointed instead of appointment of the Official Liquidator. The Special Committee has been empowered to take all necessary steps to generate funds from the debtors of the Company and frame the scheme of repayment to all secured and unsecured creditors including Fixed Deposit Holders.

2 The above results were considered and taken on record at the meeting of the Board of Directors held on 31st July, 2006 and approved by the Special Committee.

3 The statutory auditors have carried out the limited review of the results for the quarter ended 30th June, 2006

4 There was no business operations of the Company by virtue of the restrictions imposed by RBI, hence segmentwise reporting is not applicable.

5 The Company being under the management of Special Committee appointed by Hon'ble High Court of Bombay, the provision of interest liability on Fixed Deposits is not considered, hence the interest is not provided.

6 Investor complaints as at 30th June, 2006 -

The Opening Balance of the Complaints as at 1.4.06 was 159 nos. - Received during the quarter 17 nos. - Resolved during the quarter 13 nos. - Closing Balance as at 30.6.06 is 163nos. The complaints pertain mostly to non-repayment to debenture holders. The Company has placed the complaints before the Special Committee appointed by the Hon'ble High Court for their consideration. However, pursuant to the directions of Hon'ble SAT, the Special Committee has formulated a scheme repayment to debenture holders and placed before Hon'ble High Court for approval.

By Order of the Board &
With permission of the Special Committee
For LLOYDS FINANCE LTD.,



Place : Mumbai

Date : 31st July, 2006

Managing Director