



Reliance Capital Limited

MEDIA RELEASE

**RELIANCE CAPITAL REPORTS QUARTERLY NET PROFIT OF Rs 65 CRORE
(US\$ 14 MILLION) – AN INCREASE OF 167%**

**NET PROFIT OF Rs 252 CRORE (US\$ 56 MILLION) FOR THE NINE MONTHS
- AN INCREASE OF 257%**

**EARNINGS PER SHARE OF Rs 14.7 (US\$ 0.33) FOR THE NINE MONTHS
- AN INCREASE OF 165%**

**CONSOLIDATED EARNINGS PER SHARE OF Rs 15.6 (US\$ 0.35)
FOR THE NINE MONTHS**

**NET WORTH OF Rs 4,363 CRORE (US\$ 969 MILLION) - ON CONVERSION
OF OUTSTANDING EQUITY WARRANTS**

Mumbai, 23rd January 2006: Reliance Capital Limited (RCL) today announced its unaudited financial results for the nine months period ended 31st December, 2005. The performance highlights are:

- **Total Income of Rs 330 crore** (US\$ 73 million), against Rs 211 crore in the corresponding previous period, **an increase of 56%**
- **Cash Profit of Rs 271 crore** (US\$ 60 million), against Rs 92 crore in the corresponding previous period, **an increase of 195%**
- **Net Profit of Rs 252 crore** (US\$ 56 million), against Rs 71 crore in the corresponding previous period, **an increase of 257%**
- **Earning per share (EPS) of Rs 14.7** (US\$ 0.33), against Rs 5.5 in the corresponding previous period, **an increase of 165%**
- **Consolidated Net Profit of Rs 267 crore** (US\$ 59 million)
- **Consolidated Earning per share (EPS) of Rs 15.6** (US\$ 0.35)
- **Total Assets of the company stood at Rs 3,684 crore** (US\$ 818 million)



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Mobilisation of Resources:

During the period under review, the Company made a preferential offer of equity shares/ equity related securities to **Anil Dhirubhai Ambani Enterprises, and long term institutional investors**, amounting to Rs 2,673 crore (US\$ 614 million), to further strengthen the Company's financial position, and to generate long term resources for accelerating its future growth plans.

As a result, **the equity capital of the company has increased to Rs 207 crore (US\$ 47 million).**

As on 31st December 2005, the net worth of the company stood at Rs 3,600 crore (US\$ 799 million). On conversion of outstanding equity warrants, **the net worth will increase to over Rs 4,300 crore (US\$ 955 million).**

The company will rank among the top 3 Indian private sector financial services companies in terms of net worth.

Credit Rating:

The Company has no debt as on 30th September 2005, and enjoys the highest top-end ratings of 'A1+' and 'F1+' by ICRA and FITCH, respectively.

Operational Review:

As on 31st December 2005, the **total assets of the company stood at Rs 3,684 crore (US\$ 818 million).**

The investment portfolio as on 31st December 2005, amounted to Rs 2,369 crore (US\$ 526 million), at cost.

The company has **no Non-performing Assets**, and it has **not raised any fixed deposits** from the public.

Group Companies:

**Reliance Mutual Fund (RMF)
Reliance Capital Asset Management (RCAM)**

Reliance Mutual Fund ranks among the top 5 mutual funds in the country, **with over Rs 15,000 crore (US\$ 3.4 billion)** of assets under management as on 31st December 2005, **an increase of 68%** over last year.



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The aggregate equity corpus under management is over Rs 7,150 crore (US\$ 1.6 billion) - among the top 3 mutual funds in the country in terms of equity assets.

Reliance Mutual Fund had nearly 10 lakh investors as on 31st December 2005, an increase of 288% over last year.

The net profit of RCAM was Rs 20 crore (US\$ 4 million) for the period under review, an increase of 144%.

Reliance Life Insurance

During the period under review, Reliance Capital Limited acquired AMP Sanmar Life Insurance Company Limited, with the approval of Insurance Regulatory and Development Authority (IRDA).

Pursuant to the acquisition, AMP Sanmar Life Insurance has been renamed as Reliance Life Insurance.

The acquisition enables RCL to enter the exciting growth area of life insurance, in one of the world's fastest growing, and most under-served markets.

Reliance General Insurance

Reliance General Insurance offers home insurance, property insurance, auto insurance, travel insurance, marine insurance, commercial insurance and other speciality insurance products.

The Gross Direct Premium for the nine months period was Rs 110 crore (US\$ 24 million).

The Net Profit was Rs 13 crore (US\$ 3 million) for the period under review, an increase of 81%.



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Background:

Reliance Capital Ltd is a part of the Reliance - Anil Dhirubhai Ambani Group.

Reliance Capital is one of India's leading private sector financial services companies, and ranks among the top 3 private sector financial services and banking companies, in terms of net worth.

Reliance Capital has interests in asset management and mutual funds, stock broking, life and general insurance, proprietary investments, private equity and other activities in financial services.