



Reliance Capital Limited

MEDIA RELEASE

**RELIANCE CAPITAL REPORTS QUARTERLY NET PROFIT OF Rs 157 CRORE
(US\$ 36 MILLION) – AN INCREASE OF 527%**

**NET PROFIT OF Rs 187 CRORE (US\$ 42 MILLION) FOR THE HALF YEAR
- AN INCREASE OF 306%**

**EARNINGS PER SHARE OF Rs 12.1 (US\$ 0.27) FOR THE HALF YEAR
- AN INCREASE OF 236%**

**CONSOLIDATED EARNINGS PER SHARE OF Rs 13 (US\$ 0.3)
FOR THE HALF YEAR**

**NET WORTH OF Rs 4,300 CRORE (US\$ 977 MILLION)
- ON CONVERSION OF OUTSTANDING EQUITY WARRANTS**

Mumbai, 24th October 2005: Reliance Capital Limited (RCL) today announced its unaudited financial results for the half year ended 30th September, 2005. The performance highlights are:

- **Total Income of Rs 247 crore** (US\$ 56 million), against Rs 140 crore in the corresponding previous period, **an increase of 76%**
- **Cash Profit of Rs 200 crore** (US\$ 45 million), against Rs 60 crore in the corresponding previous period, **an increase of 233%**
- **Net Profit of Rs 187 crore** (US\$ 42 million), against Rs 46 crore in the corresponding previous period, **an increase of 306%**
- **Earning per share (EPS) of Rs 12.1** (US\$ 0.27) against Rs 3.6 in the corresponding previous period, **an increase of 236%**
- **Consolidated Net Profit of Rs 200 crore** (US\$ 45 million)
- **Consolidated Earning per share (EPS) of Rs 13** (US\$ 0.3)
- **Total Assets of the company stood at Rs.3,627 crore** (US\$ 824 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 30th September 2005, the net worth of the company stood at Rs 3,535 crore (US\$ 803 million). On conversion of outstanding equity warrants, **the net worth will increase to over Rs 4,300 crore (US\$ 977 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 30th September 2005, the **total assets of the company stood at Rs 3,627 crore (US\$ 824 million).**

The investment portfolio as on 30th September 2005, amounted to Rs 2,245 crore (US\$ 510 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 14,000 crore (US\$ 3,200 million)** of assets under management, **an increase of 44%** over the corresponding period last year.



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The aggregate equity corpus under management is about Rs 6,000 crore (US\$ 1,363 million) - among the top 3 mutual funds in the country in terms of equity assets.

Reliance Mutual Fund had over 8.5 lakh investors as on 30th September 2005, an increase of 240% over the corresponding period last year.

The net profit of RCAM was Rs 13 crore (US\$ 3 million) for the period under review, an increase of 100%.

Reliance Life Insurance

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

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.

AMP Sanmar Life Insurance has over 90 offices across the country, over 9,000 agents and over 900 employees, and is presently headquartered in Chennai.

It is proposed to change the name of AMP Sanmar Life Insurance to Reliance Life Insurance, subject to necessary approvals.

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 half year was Rs 76 crore (US \$17 million).

The Net Profit was Rs 11 crore (US \$2.5 million) for the period under review, an increase of 38%.



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Background:

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