

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006

(Rs. in crores except per share data)

Sr No	Particulars	Quarter Ended			Year Ended
		30-Jun-06	30-Jun-05	% growth	31-Mar-06 Audited
1	Income from Operations	132.42	65.58	102%	651.76
2	Other Miscellaneous Income	-	0.01		0.26
3	Total Expenditure				
	a) Staff Cost	8.07	0.23		10.32
	b) Professional Fees	1.96	0.03		10.94
	c) Other expenditure	10.40	0.54		11.76
4	Interest & Finance Charges	6.52	27.48		45.20
5	Depreciation	1.44	6.69		23.19
6	Profit before Tax (1+2-3-4-5)	104.03	30.62	240%	550.61
7	Provision for tax				
	Current Tax (including Fringe Benefit Tax)	9.50	1.00		13.00
	Deferred Tax	-	-		-
8	Net Profit after Tax (6 - 7)	94.53	29.62	219%	537.61
9	Paid-up Share Capital Equity Share of Rs.10 each	223.40	127.84		223.40
10	Reserves excluding revaluation reserves				3 849.58
11	EPS for the period, for the year to date and for previous year (Rs.)				
	Basic	4.24	2.33	82%	29.74
	Diluted	3.87	2.33		24.64
12	Aggregate of Non-Promoter Shareholding				
	- Number of Shares	8 27 49 196	6 63 64 836		8 27 49 196
	- Percentage of shareholding	37.13	52.13		37.13

RELIANCE Capital

Anil Dhirubhai Ambani Group

NOTES:

- 1 The figures for the corresponding quarter/year have been regrouped wherever necessary to make them comparable.
- 2 Pursuant to the Scheme of Amalgamation and Arrangement between Reliance Capital Ventures Limited ("RCVL"), the Company and their respective shareholders and creditors ("Scheme"), as sanctioned by the High Courts, RCVL stands amalgamated with the Company with effect only from July 17, 2006, the date on which the certified copies of the said Orders were filed with Registrar of Companies, Gujarat and Maharashtra. In terms of the Scheme, the appointed date of Amalgamation is the effective date i.e. July 17, 2006. Accordingly, the Scheme has no impact on the accounts of the Company as of June 30, 2006.
- 3 The Register of Members (equity shareholders) and the transfer books of RCVL will be closed from 1st August 2006 to 5th August 2006 (both days inclusive) for the purpose of determining the persons who will be entitled to the equity shares to be issued and allotted in the ratio of 5 Equity Shares of the Company for every 100 Equity Shares of RCVL, in terms of the Scheme. On and from the above Book Closure, the shares of RCVL shall cease to be listed and shall automatically stand cancelled.
- 4 The Company is mainly engaged in the business of providing Finance. All other activities of the Company revolve around the main business. As such, there are no separate reportable segments, as per the Accounting Standard on Segment Reporting (AS - 17).
- 5 The number of investor complaints pending as on April 1, 2006 were nil, the complaints received during the period April 1, 2006 to June 30, 2006 were 106, the complaints resolved during the period were 106 and pending unresolved as on June 30, 2006 were nil.
- 6 The financial results are in accordance with the standard accounting practices followed by the Company in preparation of its statutory accounts, and have been subjected to "Limited Review" by the Auditors of the Company.
- 7 The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on July 18, 2006 approved the above results and its release.

for RELIANCE CAPITAL LIMITED

Place: Mumbai

Date: July 18, 2006


Anil D. Ambani
Chairman

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006

(Rs. in crores except per share data)

Sr No	Particulars	Quarter Ended 30-Jun-06	Quarter Ended 30-Jun-05	% Change	Accounting Year Ended 31-Mar-06 Audited
1	Income from Operations	356.19	137.17	160%	946.48
2	Other Miscellaneous Income	-	-		0.57
3	Total Expenditure				
	a) Staff Cost	22.92	7.94	189%	44.57
	b) Other expenditure	83.42	8.22		72.61
	c) Premium paid on Reinsurance Ceded	96.92	35.71		109.26
	d) Claims Incurred	12.69	7.56		34.44
4	Interest & Finance Charges	6.52	27.48	-76%	45.20
5	Depreciation	1.75	7.17	-76%	25.55
6	Profit before Tax (1+2-3-4-5)	131.97	43.09	206%	615.42
7	Provision for tax				
	Current Tax (including Fringe Benefit Tax)	18.79	5.38	249%	34.97
	Deferred Tax	(0.09)	(0.21)		(0.52)
8	Net Profit after Tax (6 - 7)	113.27	37.92	199%	580.97
9	Excess / (Short) Provision for tax of earlier years	-	1.59		0.88
		113.27	39.51	187%	581.85
10	Less: Minority Interest	0.29	1.73		3.59
11	Net Profit after Minority Interest	112.97	37.78	199%	578.26
12	Share of Profit / (Loss) of Associates	0.06	(0.42)		0.20
13	Loss on sale of Investment in Associate	-	-		7.09
14	Net Profit after Minority Interest and Share of Profit of Associates	113.03	37.36	203%	571.37
15	Paid-up Share Capital Equity Share of Rs.10 each	223.39	127.83		223.40
16	EPS for the period and for the year (Rs.)				
	Basic	5.07	2.92	74%	31.61
	Diluted	4.62	2.92	58%	26.19

RELIANCE Capital

Anil Dhirubhai Ambani Group

NOTES:

1 In preparation of consolidated financial results:

a) More than 50% owned Subsidiaries are consolidated in accordance with the Accounting Standard on Consolidated Financial Statements (AS 21). These entities are Reliance Capital Asset Management Ltd., Reliance Capital Trustee Co. Ltd., Reliance General Insurance Company Ltd., Reliance Gilts Ltd. (formerly Reliance Life Insurance Company Ltd.), Reliance Asset Management (Mauritius) Ltd., Reliance Asset Management (Singapore) Pte. Ltd.

b) 50% or less owned in Associates in which the Company has significant influence are accounted under the equity method in accordance with the Accounting Standard on Accounting for Investments in Associates in Consolidated Financial Statements (AS 23). These entities are Reliance Share & Stock Brokers Pvt. Ltd., Reliance Land Pvt. Ltd., WorldTel Holding Ltd., Viscount Management (Alpha) Services Ltd., Viscount Management Services Ltd., Ammolite Holdings Ltd. However the accounts of WorldTel Holding Ltd. have not been considered as the same are under compilation.

c) The consolidated financial statement should be read in conjunction with notes to the separate financial results.

2 The figures for the corresponding year have been regrouped wherever necessary to make them comparable.

for **RELIANCE CAPITAL LIMITED**

Place: Mumbai

Dated: July 18, 2006


Anil D. Ambani
Chairman

CONSOLIDATED SEGMENT REPORTING FOR THE QUARTER ENDED JUNE 30, 2006

(Rs. in crores)

Sr No	Particulars	Quarter Ended 30-Jun-06	Quarter Ended 30-Jun-05	Accounting Year Ended 31-Mar-06 Audited
1	Segment Revenue			
a	Finance & Investments	132.42	65.53	652.02
b	Asset Management	40.90	14.30	93.49
c	General Insurance	182.87	57.74	202.70
		356.19	137.57	948.21
	Less: Inter segment	-	0.40	1.16
	Net Sales	356.19	137.17	947.05
2	Segment Results			
a	Finance & Investments	104.04	30.62	550.61
b	Asset Management	26.62	5.17	43.77
c	General Insurance	1.31	7.30	21.04
	Profit before Tax	131.97	43.09	615.42
3	Capital Employed			
a	Finance & Investments	4,539.66	2,779.93	4,364.35
b	Asset Management	81.97	37.70	64.36
c	General Insurance	153.85	145.32	152.68
	Total	4,775.48	2,962.95	4,581.39

RELIANCE Capital

Anil Dhirubhai Ambani Group

NOTES:

- 1 As per Accounting Standard (AS 17), issued by Institute of Chartered Accountants of India, the Company has reported segment information on the consolidated basis including business conducted through its subsidiaries.

- 2 The reportable segments are further described below:
 - a) Finance & Investment
 - b) Asset Management
 - c) General Insurance

- 3 Since all the operations of the Company are conducted within India, there is no separate reportable geographical segment.

- 4 The figures for the corresponding year have been restated wherever necessary to make them comparable.

for RELIANCE CAPITAL LIMITED

Place: Mumbai

Dated: July 18, 2006


Anil D. Ambani
Chairman