

**RELIANCE CAPITAL REPORTS QUARTERLY NET PROFIT OF Rs 95 CRORE  
(US\$ 20.7 MILLION) – AN INCREASE OF 219%**

**TOTAL INCOME OF Rs 132 CRORE (US\$ 28.8 MILLION) FOR THE QUARTER  
– AN INCREASE OF 102%**

**EARNINGS PER SHARE OF Rs 4.2 (US\$ 0.09) FOR THE QUARTER  
- AN INCREASE OF 82%**

**CONSOLIDATED NET PROFIT OF Rs 113 CRORE (US\$ 24.7 MILLION) FOR THE  
QUARTER - AN INCREASE OF 203%**

**CONSOLIDATED EARNINGS PER SHARE OF Rs 5.1 (US\$ 0.11)  
FOR THE QUARTER – AN INCREASE OF 74%**

**NET WORTH OF Rs 4,791 CRORE (US\$ 1.05 BILLION) -  
ON CONVERSION OF OUTSTANDING EQUITY WARRANTS**

**Mumbai, July 18, 2006:** Reliance Capital Limited (RCL) today announced its unaudited financial results for the quarter ended June 30, 2006. The performance highlights are:

- **Total Income of Rs 132 crore** (US\$ 28.8 million), against Rs 66 crore in the corresponding previous period, **an increase of 102%**
- **Cash Profit of Rs 96 crore** (US\$ 21 million), against Rs 36 crore in the corresponding previous period, **an increase of 164%**
- **Net Profit of Rs 95 crore** (US\$ 20.7 million), against Rs 30 crore in the corresponding previous period, **an increase of 219%**
- **Earning per share (EPS) of Rs 4.2** (US\$ 0.09), against Rs 2.3 in the corresponding previous period, **an increase of 82%**
- **Consolidated Total Income of Rs 356 crore** (US\$ 77.7 million), against Rs 137 crore in the corresponding previous period, **an increase of 160%**
- **Consolidated Net Profit of Rs 113 crore** (US\$ 24.7 million), against Rs 37 crore in the corresponding previous period, **an increase of 203%**
- **Consolidated Earning per share (EPS) of Rs 5.1** (US\$ 0.11), an increase of 74% over corresponding previous period.
- **Total Assets of the company stood at Rs 4,687 crore** (US\$ 1.02 billion)

### **Net worth:**

As on June 30, 2006, the net worth of the company stood at Rs 4,356 crore (US\$ 951 million). On conversion of outstanding equity warrants, **the net worth will increase to over Rs 4,791 crore (US\$ 1.05 billion).**

**The company ranks among the top 3 Indian private sector financial services groups in terms of net worth.**

### **Credit Rating:**

**The Company is virtually debt free and has a debt equity ratio of 0.1 as on June 30, 2006, and enjoys the highest top-end ratings of 'A1+' and 'F1+' by ICRA and FITCH, respectively.**

### **Operational Review:**

As on June 30, 2006, the **total assets of the company stood at Rs 4,687 crore (US\$ 1.02 billion).**

The investment portfolio as on June 30, 2006, amounted to Rs 1,524 crore (US\$ 333 million), at cost.

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

### **Amalgamation of Reliance Capital Ventures Ltd. :**

The amalgamation of Reliance Capital Ventures Ltd. (RCVL) with the company has become effective on July 17, 2006.

The Register of Members (equity shareholders) and transfer books of RCVL will be closed from August 1, 2006 to August 5, 2006 (both days inclusive) for the purpose of determining the persons who will be entitled to the equity shares to be issued and allotted by the company, in terms of the Scheme.

### **Group Companies:**

#### **Reliance Mutual Fund (RMF)**

#### **Reliance Capital Asset Management (RCAM)**

The **assets under management**, increased to **Rs 26,314 crore (US\$ 5.7 billion)** as on June 30, 2006 from Rs 9,908 crore as on June 30, 2005, **an increase of 166%**. The number of investors increased to **23 lakhs** as on June 30, 2006, highest amongst the private sector mutual funds.

The **net profit of RCAM was Rs 18 crore (US\$ 3.8 million)** for the period under review, an **increase of 1175%**.

### **Reliance Life Insurance**

The **Premium Income** increased to **Rs 132 crore (US\$ 38.8 million)** for the period under review, up from Rs 18 crore in first quarter of the previous year, **an increase of 633%**.

Reliance Life offers 16 products, of which 12 are targeted to individuals and four to group business. Reliance Life is committed to attaining leadership rankings in the industry within the next few years.

### **Reliance General Insurance**

The **Gross Direct Premium** for the quarter ended June 30, 2006 was **Rs 164 crore (US\$ 35.8 million)**. The Gross Direct Premium for the quarter **is higher than the Rs.162 crore** Gross Direct Premium mobilised by the company in whole of the financial year 2005-06.

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

### **Other Businesses**

RCL is finalizing plans for its stock broking, distribution of financial products businesses and consumer finance, which will be launched in the current financial year.

### **Background:**

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

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

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