

Indiabulls

Scrip Code- 532544

February 15, 2013

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI - 400 001

Press Release

Dear Sirs

The Company (IBFSL) together with its subsidiaries had provided loans to "Indiabulls Employees' Welfare Trust (Trust) and its subsidiary, Ceraon Venture Pvt Ltd (Ceraon) for purchase of shares of listed group companies (Settlor Entities) to be allotted to eligible employees of the respective companies under ESOP, and for provision of group housing scheme as part of the employees welfare programme. The total amount of loan to the Trust and its subsidiary Ceraon, together with interest thereon, as disclosed in the last Annual Report for FY 2012 stood at 976.17 crore as at 31st March 2012. The Trust held nearly 3.1 cr of IBFSL equity shares, and additionally held shares of other listed group companies. Out of this amount of Rs 976.17 crore collectively owed by the Trust and Ceraon to IBFSL as at 31st March 2012, an amount of Rs 441.16 cr was repaid by Ceraon in August 2012, which was funded by the other Settlor Entities and financial institutions.

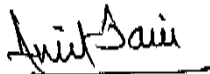
Meanwhile, in order to achieve compliance with SEBI's latest circular dated Jan 17, 2013 amending the guidelines relating to allotment of shares under Employee Stock Option Scheme, the Trust has disposed of all the shares of IBFSL in the secondary market. The Trust has repaid the balance amount of loan outstanding to IBFSL together with up-to-date interest out of the sale proceeds of IBFSL shares. It is further clarified that with this, the entire amount of loan advanced by IBFSL and its subsidiaries to the Trust and its subsidiary, Ceraon has been repaid in full together with the accrued interest as of date. The loan amount from IBFSL to Trust stands adjusted with full payment of both the Principal and interest amounts in their entirety.

You are requested to acknowledge the receipt of the same.

Thanking you,

Yours truly,

For **Indiabulls Financial Services Limited**.



Amit Jain
Company Secretary



Indiabulls Financial Services Limited

Corporate Office: "Indiabulls House" 448-451, Udyog Vihar, Phase-V, Gurgaon - 122016 (Haryana)

Registered Office: F-60, Malhotra Building, 11nd Floor, Connaught Place, New Delhi - 110001

Tel.: 39407777, 1-800-200-7777 (Toll Free), E-mail: customerservice@indiabulls.com

Fax: 0124-6681111 Website: www.indiabulls.com