

August 13, 2007

The Manager,  
The National Stock Exchange of India Limited  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra Kurla Complex  
Mumbai

Dear Sir

**Sub: Submission of Audited Financial Results for the quarter ended  
June 30, 2007**

In compliance with Clause 41 of the Listing Agreement entered with you, we are pleased to enclose herewith the audited financial results for the quarter ended June 30, 2007, duly considered by the Audit Committee and approved by the Board of Directors at its meeting held on August 13, 2007.

Kindly take the above document on record and acknowledge the receipt.

Thanking you

Yours faithfully

**For Sobha Developers Limited**

**K. Suresh**  
**Company Secretary and Compliance Officer**

**SOBHA DEVELOPERS LIMITED**  
 Regd. Office: E-106, Sunrise Chambers, 22, Ulsoor Road, Bangalore - 560 042  
**Unaudited financial results for the quarter ended on September 30, 2008**

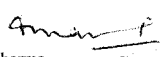
(Rs. in million)

	Particulars	Quarter ended 30. 09. 2008 [Unaudited]	Quarter ended 30. 09. 2007 [Unaudited]	Six months ended on 30. 09. 2008 [Unaudited]	Six months ended on 30. 09. 2007 [Unaudited]	Year ended 31. 03. 2008 [Audited]
1	Net sales/Income from operations	2,934	3,254	6,402	5,932	14,226
2	Share of profits in a partnership firm ['Subsidiary']	68	55	81	55	66
3	<b>Total income (1+2)</b>	<b>3,002</b>	<b>3,309</b>	<b>6,483</b>	<b>5,987</b>	<b>14,292</b>
4	Expenditure					
	(a) (Increase)/decrease in stock in trade and work in progress	(237)	(1,840)	(751)	(2,103)	(4,063)
	(b) Land cost	53	1,561	801	1,692	3,900
	(c) Consumption of materials and construction cost	1,633	2,065	3,003	3,486	7,887
	(d) Employee cost	188	247	519	476	1,025
	(e) Depreciation / amortization	89	88	178	171	350
	(f) Other expenditure	429	396	946	885	1,940
	<b>Total</b>	<b>2,155</b>	<b>2,517</b>	<b>4,696</b>	<b>4,607</b>	<b>11,039</b>
5	Profit from operations before other income, interest and exceptional items (3-4)	847	792	1,787	1,380	3,253
6	Other income	19	21	26	36	53
7	Profit before interest and exceptional items (5+6)	866	813	1,813	1,416	3,306
8	Interest (net)	285	133	552	235	597
9	Profit after interest but before exceptional items (7-8)	581	680	1,261	1,181	2,709
10	Exceptional items	-	-	-	-	-
11	Profit from ordinary activities before tax (9+10)	581	680	1,261	1,181	2,709
12	Tax expenses					
	- Current tax	108	110	292	206	453
	- Deferred tax	(18)	6	(29)	1	(33)
	- Fringe benefits tax	1	2	3	4	6
13	<b>Net profit from ordinary activities after tax (11-12)</b>	<b>490</b>	<b>562</b>	<b>995</b>	<b>970</b>	<b>2,283</b>
14	Extraordinary items (net of tax expenses)	-	-	-	-	-
15	Net profit for the period (13-14)	490	562	995	970	2,283
16	Paid-up equity share capital Face value per share - Rs.10)	729	729	729	729	729
17	Reserves excluding revaluation reserves as per balance sheet of previous accounting year					9,154
18	Earnings Per Share (EPS) - (Rs.)					
	a) Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year (not annualised)	6.72	7.70	13.65	13.30	31.32
	b) Basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year (not annualised)	6.72	7.70	13.65	13.30	31.32
19	Public shareholding					
	- Number of equity shares			9,480,353	9,480,353	9,480,353
	- Percentage of shareholding			13%	13%	13%

**Notes :**

- (1) The Company has paid on July 29, 2008, a dividend of Rs.6.50 per equity share of Rs.10 each on 72,901,733 equity shares for the year ended on March 31, 2008, approved by the shareholders in the Annual General Meeting held on July 24, 2008.
- (2) There was 1 complaint from an investor outstanding at the beginning of the quarter. The Company had received 9 complaints from investors during the quarter and 10 complaints were resolved/ replied during the quarter. There was no complaint pending to be resolved/ replied at the end of the quarter.
- (3) As the Company's business activity primarily falls within a single business and geographical segment, there are no additional disclosures to be provided under Accounting Standard 17 'Segment Reporting'.
- (4) With effect from April 1, 2008, the Company has changed its accounting policy for revenue recognition for sale of undivided share of land [group housing] on the basis of certain minimum level of collection of dues from the customer and/ or agreement for sale being executed rather than criteria relating to the project reaching a significant level of completion, to align it with revenue recognition policy for sale of villa plots. This has resulted in additional revenue recognition and higher profits before taxes of Rs.163 million and Rs.99 million respectively during the quarter ended September 30, 2008 and Rs.457 million and Rs.252 million respectively during the six months ended September 30, 2008.
- (5) This statement has been reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on October 30, 2008.
- (6) The figures of the previous year/ periods have been regrouped/ reclassified, wherever necessary.

For and on behalf of the  
Board of Directors

  
J. C. Sharma  
Managing Director

Bengaluru  
October 30, 2008