

Notes to Unaudited Financial Results for the Quarter and nine months period ended December 31, 2007

1. The consolidated financial results have been prepared in accordance with Accounting Standard – 21 on “Consolidated Financial Statements” and includes financial results of its wholly owned subsidiaries viz. Cadensworth (India) Limited, Nook Holdings Limited, Redington (India) Investments Private Limited and consolidated financials of Redington Gulf FZE and its subsidiaries and Redington Distribution Pte. Limited and its subsidiary.
2. The Company acquired a 100% stake in Easyaccess Financial Services Private Limited (EAFSPL), an NBFC on January 10, 2008, to meet the commercial finance requirements of channel partners in the Information Technology (IT) space and financing IT assets to enterprise customers. Consequent to acquisition EAFSPL has become a public limited company under the provisions of Companies Act, 1956 and necessary steps are being initiated to delete the word “Private” from the name of EAFSPL. The Company proposes to further invest an amount up to Rs.8000 lakhs in EAFSPL.
3. Subject to approval of shareholders the Board of Directors have proposed to offer equity stock option to the extent of 23,35,973 equity shares under a new stock option plan and other applicable provisions of the Companies Act, 1956 at a premium as may be decided by the Board in accordance with SEBI regulations and guidelines.
4. Other income on consolidated basis for the quarter and for the nine months ended December 31, 2007 includes interest income of Rs.136.94 lakhs and Rs.505.62 lakhs respectively on short-term deposits with banks.
5. Out of the net proceeds of initial public offer, a sum of Rs.9609.20 lakhs has been utilized for the objects stated in the offer document. Out of the unutilized IPO funds, a sum of Rs.2970 lakhs are held in fixed deposits with banks and the balance amount of Rs.1320.30 lakhs are utilized for meeting working capital requirements of the Company.
6. As earnings per share is calculated on the weighted average number of equity shares EPS for the current period is not comparable with the previous accounting year / period as there were allotments consequent to initial public offer and under Redington Employees Share Purchase Scheme during the financial year 2006-07.
7. The Company primarily operates in the business segment of distribution of information technology and related products and as the turnover from other products handled by the Company like telecom, consumer durables and other non-IT products are less than 10% of the total turnover, there are no reportable segments to be disclosed as required under Accounting Standard 17 “Segment Reporting”.

Redington (India) Limited and its subsidiaries (Group) operates in India, Middle East, Africa and Singapore and as the turnover from the overseas operations constitutes more than 10% of the total turnover, geographical segment has been considered as the primary segment for consolidated financial results.

8. Previous period / year figures have been regrouped to conform to the current period's classification.
9. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on January 24, 2008.
10. A Limited Review has been carried out by the statutory auditors of the company on the results for the quarter and for nine months period ended December 31, 2007. The consolidated financial results include those relating to overseas subsidiaries, the financial results of which have been reviewed by respective subsidiaries' auditors.
11. During the quarter ended December 31, 2007, 34 complaints were received from investors and all were resolved. No complaints were pending at the beginning and at the end of the quarter.

For Redington (India) Limited

Place: Chennai
Date: January 24, 2008

R Srinivasan
Managing Director