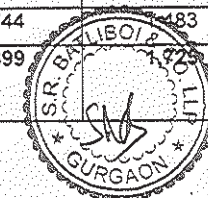


FORTIS HEALTHCARE LIMITED
STATEMENT OF AUDITED RESULTS FOR THE YEAR ENDED MARCH 31, 2014

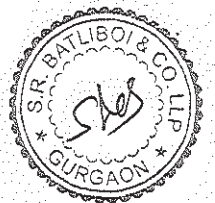
(₹ In lacs)

Part I

Particulars	Consolidated					Standalone				
	Quarter ended			Year ended		Quarter ended			Year ended	
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
	(Audited) (Refer note 2)	(Unaudited)	(Audited) (Refer note 2)	(Audited)	(Audited)	(Audited) (Refer note 2)	(Unaudited)	(Audited) (Refer note 2)	(Audited)	(Audited)
1. Income from operations	92,808	100,251	159,479	470,183	599,058	9,015	8,424	8,758	35,407	33,447
2. Other operating income	1,264	1,621	1,551	5,747	6,096	433	348	451	1,483	1,850
3. Total income	94,072	101,872	161,030	475,930	605,164	9,448	8,772	9,209	36,890	35,297
4. Expenditure										
(a) Cost of material consumed	23,022	22,666	27,686	100,784	106,587	2,596	2,507	2,519	10,833	10,136
(b) Employees benefit expenses	19,222	22,727	53,558	123,073	199,274	3,772	3,176	2,587	13,604	10,111
(c) Other expenditure	54,912	51,816	68,490	233,733	231,431	7,212	4,705	3,801	20,496	15,166
(d) Total	97,156	97,209	149,734	457,590	537,292	13,580	10,388	8,907	44,933	35,413
5. Profit (+)/ Loss (-) from operations before other income & finance costs, depreciation and amortisation (3-4)	(3,084)	4,663	11,296	18,340	67,872	(4,132)	(1,616)	302	(8,043)	(116)
6. Other income	4,356	5,286	3,693	17,059	15,696	5,293	7,270	3,785	22,964	19,057
7. Exceptional gain/ (loss) (refer note 7)	-	42,416	(23)	35,334	96,459	-	-	-	-	-
8. Profit from operations before finance costs, depreciation and amortisation (5+6+7) (EBITDA)	1,272	52,365	14,966	70,733	180,027	1,161	5,654	4,087	14,921	18,941
9. Net depreciation/ impairment & amortization expenses	5,345	6,059	10,760	24,786	37,059	366	452	1,156	1,700	2,347
10. Profit (+)/ Loss (-) from operations before finance costs (8-9)	(4,073)	46,306	4,206	45,947	142,968	795	5,202	2,931	13,221	16,594
11. Finance costs	2,764	5,346	12,770	31,633	63,400	2,057	2,118	3,658	9,078	13,386
12. Profit (+)/ Loss (-) from operations before tax (10-11) (including profit attributable to discontinuing operations, refer note 8)	(6,837)	40,960	(8,564)	14,314	79,568	(1,262)	3,084	(727)	4,143	3,208
13. Tax expense (refer note 9)	1,140	2,064	2,175	2,650	23,132	(90)	1,218	178	1,744	1,483
14. Net Profit (+)/ Loss (-) from ordinary activities after tax (12-13)	(7,977)	38,896	(10,739)	11,664	56,436	(1,172)	1,866	(905)	2,399	1,725



15. Less : Minority Interest in profit / (loss)	(6)	348	1,141	496	7,267	-	-	-	-	-
16. Add : Share in profit of associate companies	240	361	258	1,086	824	-	-	-	-	-
17. Net Profit (+)/ Loss (-) after taxes, minority interest and share of profit of associates (14-15+16)	(7,731)	38,909	(11,622)	12,254	49,993	(1,172)	1,866	(905)	2,399	1,725
18. Paid-up equity share capital (Face Value ₹ 10 per Share)	46,279	46,279	40,521	46,279	40,521	46,279	46,279	40,521	46,279	40,521
19. Reserves excluding Revaluation Reserves				381,956	330,134				324,679	279,552
20. Earnings Per Share (excluding exceptional items)	(1.71)	(0.78)	(2.86)	(5.09)	(11.47)	(0.26)	0.41	(0.22)	0.53	0.43
- Basic	(1.71)	(0.78)	(2.86)	(5.09)	(11.47)	(0.26)	0.41	(0.22)	0.53	0.43
Diluted										
Part II										
A. Particulars of Shareholding										
1. Public shareholding - No. of Shares	132,632,366	132,632,366	75,053,386	132,632,366	75,053,386	132,632,366	132,632,366	75,053,386	132,632,366	75,053,386
- Percentage of shareholding	28.66%	28.66%	18.52%	28.66%	18.52%	28.66%	28.66%	18.52%	28.66%	18.52%
2. Promoters and promoter group Shareholding										
a) Pledged/ Encumbered - No. of Shares	229,777,900	235,274,500	210,533,822	229,777,900	210,533,822	229,777,900	235,274,500	210,533,822	229,777,900	210,533,822
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	69.60%	71.26%	63.77%	69.60%	63.77%	69.60%	71.26%	63.77%	69.60%	63.77%
- Percentage of shares (as a % of the total share capital of the company)	49.65%	50.84%	51.96%	49.65%	51.96%	49.65%	50.84%	51.96%	49.65%	51.96%
b) Non-encumbered - No. of Shares	100,376,048	94,879,448	119,620,127	100,376,048	119,620,127	100,376,048	94,879,448	119,620,127	100,376,048	119,620,127
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	30.40%	28.74%	36.23%	30.40%	36.23%	30.40%	28.74%	36.23%	30.40%	36.23%
- Percentage of shares (as a % of the total share capital of the company)	21.69%	20.50%	29.52%	21.69%	29.52%	21.69%	20.50%	29.52%	21.69%	29.52%
B. Investor Complaints										
Pending at the beginning of the quarter	Nil									
Received during the quarter	4									
Disposed off during the quarter	3									
Remaining unsolved at the end of the quarter	1									



Notes to the results:

1. The above audited financial results for the year ended March 31, 2014 have been reviewed by the Audit, Risk & Control Committee and approved by the Board of Directors at their respective meetings held on May 28, 2014 and May 29, 2014.
2. The figures for the quarter ended March 31, 2014 and March 31, 2013 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2014 and March 31, 2013 respectively and the unaudited published year to date figures up to December 31, 2013 and December 31, 2012 respectively, being the end of the third quarter of the respective financial years, which were subjected to a limited review.
3. **Segment Reporting**

Business segments:

The Group is primarily engaged in the business of healthcare services, which in the opinion of management is considered to be the only reportable business segment as per Accounting Standard 17 on 'Segment Reporting' notified under the Companies (Accounting Standards) Rules, 2006 as amended. Healthcare services include various patient care services delivered through clinical establishment, medical services companies, pathology and radiology services, etc.

Geographical segments:

The group operates in the business segment explained above in two principal geographical areas, geographical segments being classified as secondary segment. In India, its home country, the group focuses largely on healthcare services. Additionally, the group's operations 'Outside India' are now mostly focusing on South East Asia and Middle East. The group primarily operates in Singapore, Dubai and Mauritius.

Revenue from operations –by geographical markets

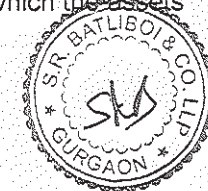
The following table shows the distribution of the Company's consolidated revenues by geographical market.

(₹ In lacs)

Region	Quarter ended			Year ended	
	31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
India	88,533	86,949	75,992	344,764	287,180
Outside India*	5,539	14,923	85,038	131,166	317,984
Total	94,072	101,872	161,030	475,930	605,164

* Includes revenue relating to discontinuing operations (see note 8 below).

The following table shows the carrying amount of segment assets and additions to tangible and intangible fixed assets by geographical area in which the assets are located:



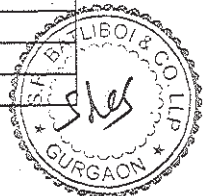
(₹ in lacs)

Region	Carrying amount of Segment assets		Additions to Fixed & Intangible assets	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
India	575,012	542,006	66,276	115,464
Outside India	213,523	816,121	5,529	100,586
Total	788,535	1,358,127	71,805	216,050

4. Other income includes interest income, foreign exchange fluctuation gain, profit on sale of assets, profit on sale of investments, forward cover premium amortization and miscellaneous income, whichever is relevant for the period.
5. Statement of Assets and Liabilities :

(₹ in lacs)

Particulars	Consolidated		Standalone	
	As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
A EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	46,279	40,953	46,279	40,953
(b) Reserves and surplus	381,956	330,134	324,679	279,552
Sub-total - Shareholders' funds	428,235	371,087	370,958	320,505
2 Minority interest	13,926	102,122	-	-
3 Compulsorily convertible preference shares issued by subsidiaries	67,000	67,000	-	-
4 Non-current liabilities				
(a) Long-term borrowings	165,868	481,736	125,166	69,743
(b) Deferred tax liabilities (net)	6,511	9,363	-	32
(c) Other long-term liabilities	4,964	11,870	3,343	1,527
(d) Long-term provisions	4,415	4,125	809	704
Sub-total - Non-current liabilities	181,758	507,094	129,318	72,006
5 Current liabilities				
(a) Short-term borrowings	4,762	34,635	-	30,057
(b) Trade payables	48,172	87,933	5,102	4,734
(c) Other current liabilities	40,108	176,786	9,655	19,758
(d) Short-term provisions	4,574	11,470	919	766
Sub-total - Current liabilities	97,616	310,824	15,676	55,315
TOTAL - EQUITY AND LIABILITIES	788,535	1,358,127	515,952	447,826



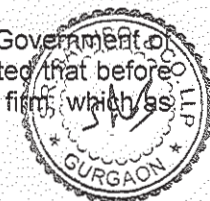
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	199,499	213,940	26,750	19,053
	(b) Goodwill on consolidation	180,797	414,286	-	-
	(c) Goodwill on acquisition	49,092	323,563	-	-
	(d) Non-current investments	82,397	79,814	210,268	210,268
	(e) Deferred tax assets (net)	3,010	6,752	20	-
	(f) Long-term loans and advances	68,354	57,395	59,322	83,875
	(g) Other non-current assets	891	6,801	2,379	17,428
	Sub-total - Non-current assets	584,040	1,102,551	298,739	330,624
2	Current assets				
	(a) Current investments	99,341	38,930	69,246	30,320
	(b) Inventories	6,198	9,250	472	485
	(c) Trade receivables	44,229	66,278	8,729	9,305
	(d) Cash and cash equivalents	25,854	51,170	2,629	10,858
	(e) Short-term loans and advances	22,586	82,063	116,364	65,035
	(f) Other current assets	6,287	7,885	19,773	1,199
	Sub-total - Current assets	204,495	255,576	217,213	117,202
	TOTAL - ASSETS	788,535	1,358,127	515,952	447,826

6. A. In case of one of the subsidiary, that was formed after amalgamation of Escorts Heart Institute and Research Centre ('EHIRC'), Delhi Society with EHIRC, Chandigarh Society and thereafter registration of EHIRC, Chandigarh Society as a company.

a) Delhi Development Authority ('DDA') had terminated the lease deeds and allotment letters relating to land parcels on which hospital of one of the subsidiary company exists. Consequent to termination DDA issued show cause notice and initiated eviction proceedings against the subsidiary company. Both these matters are currently pending in various courts of law. Based on the experts' opinions, management is confident that subsidiary company will be able to suitably defend the termination order and eviction proceedings and accordingly considers that no adjustments are required to the financial result.

b) Further, the subsidiary company also has open tax demands of ₹ 8,450 lacs (after adjusting ₹ 4,225 lacs for which the Company has a legal right to claim from erstwhile promoters and ₹ 10,294 lacs which was adjusted by the revenue authorities out of an escrow account which was maintained out of sale consideration payable by the Company to the erstwhile promoters; subsequent to such adjustment Delhi High Court has vide order dated July 24, 2013 held the adjustment to be erroneous and asked the revenue authorities to restore the amount so adjusted back into the escrow account, revenue authorities have, restored the same to the escrow account) for relevant assessment years. Based on the experts' opinions, management considers these tax demands as not tenable against the subsidiary company and management is confident that the ultimate outcome of these matters will not have a material adverse impact on the subsidiary's financial position, results of operations or cash flows.

c) In relation to the order of honorable High Court of Delhi relating to provision of free treatment/beds to poor, Directorate of Health Services, Government of NCT of Delhi, (DHS) appointed a firm to calculate "unwarranted profits" arising to it due to non-compliance. The special committee of DHS stated that before giving a formal hearing to the hospital, a formal intimation shall be given regarding the recoverable amount as per calculation of the appointed firm, which as



per their method of calculations amounts to ₹ 73,266.15 lacs, seeking hospital's comments and inputs if any. The company has responded to such intimation explaining errors and objections to the calculations and is awaiting a formal hearing in the matter with the DHS. Based on its internal assessment and advice from its counsels on the basis of the documents available, management of the group believes that it is in compliance of conditions of free treatment and free beds to the poor and does not anticipate any liability after proper hearing with DHS. No notice of hearing has since been received till date.

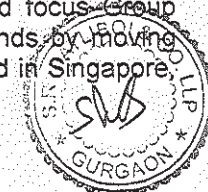
B) One of the subsidiary had received an Order from Navi Mumbai Municipal Corporation (NMMC) under Bombay Nursing Home Registration Act, 1949, for certain alleged contravention of the provisions of the Act and to cancel the registration of the Hospital and immediately cease its operations. The subsidiary filed writ petition with Bombay High Court (HC) that it is ultra vires and contrary to principles of Natural Justice HC stayed the order and restrained NMMC from taking any steps to interfere or obstruct the functioning. Despite above order, NMMC again issued another Order to submit original certificate of registration of the subsidiary. The subsidiary has filed civil application in the Writ Petition seeking leave of HC to amend the Writ Petition to include grounds of challenging the new Order as well which are pending before the HC. As per advice obtained from external legal counsel, the subsidiary has very good case to contend and the Orders are out to be set aside.

7. Exceptional items included in the above consolidated financial results includes:

Particulars	(₹ in lacs)			
	Quarter ended December 31, 2013	Quarter ended March 31, 2013	Year ended March 31, 2014	Year ended March 31, 2013
a) Gain/ (loss) on dilution of stake in Religare Health Trust ("RHT")	-	(23)	(513)	99,591
b) Expense in relation to discontinuing of operations of Dental Corporation Holdings Limited ("DC")	-	-	-	(3,132)
c) Gain on dilution of stake in Dental Corporation Holdings Limited ("DC") [Refer note 8 (a)]	-	-	961	-
d) Realized foreign exchange fluctuation loss on settlement of loans within the group from sale proceeds of DC [Refer note 8 (a)]	-	-	(8,907)	-
e) Gain on dilution of stake in Fortis Hoan My Medical Corporation ("Hoan my") [Refer note 8 (b)]	-	-	1,377	-
f) Gain on dilution of stake in Quality Healthcare, Hong Kong [Refer note 8 (c)]	42,416	-	42,416	-
Net exceptional items	42,416	(23)	35,334	96,459

Gain/ (loss) on dilution of stake in RHT

During year ended March 31, 2012, the Company initiated internal corporate restructuring within the Group with a view to streamline and focus Group companies' resources and energies on different divisions and undertakings and to align the business with the internationally emerging trends by moving towards innovative and cost effective methods such as transformation to asset light models. Subsequent to it RHT, a business trust established in Singapore, was listed on the Singapore Exchange Securities Trading Limited on October 19, 2012.



RHT made an offering of 567,455,000 common units at S\$ 0.90 per common unit. Post the listing of RHT on Singapore Stock Exchange on October 19, 2012, the stake of Group in RHT has been diluted from 100% to 28%. Accordingly, assets and liabilities of Clinical Establishment Division held by RHT Group do not form part of the consolidated assets and liabilities of the Company w.e.f. October 19, 2012. Such deconsolidation had resulted in a net gain of ₹ 99,591 lacs (net of expenses directly incurred on the transaction) and has been included as an exceptional item for the year ended March 31, 2013 and for other quarters and year ended March 31, 2014 the exceptional item is related to expenses directly incurred on the transaction.

8. a) Discontinuing of operations relating to Dental Corporation Holdings Limited ("DC"), Australia

During the previous year, Fortis Healthcare Australia Pty Limited (FHA), a wholly owned subsidiary of the Company entered into a Non-Binding Indicative offer to divest its 63.51% holding in DC to BUPA, Australia for a consideration of AUD 276 million. The deal was completed during the current year on May 31, 2013 post approvals by the shareholders of DC, other regulatory authorities and the Supreme Court of Victoria (Australia). Accordingly, assets and liabilities of DC do not form part of the consolidated assets and liabilities of the Company w.e.f. May 31, 2013. Such deconsolidation resulted in a net gain of ₹ 961 lacs and was included as an exceptional item in the quarter ended June 30, 2013. Further, exceptional item during the quarter ended June 30, 2013 also included ₹ 8,907 lacs of realized foreign exchange fluctuation loss on settlement of loans within the group from sale proceeds of DC.

The revenue and expenses in respect of the activities attributable to above discontinuing operations included in the consolidated financial results are as follows:

(₹ In lacs)

Particulars	Quarter ended			Year ended	
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
Total Income	-	-	49,925	33,044	181,346
Total expenditure	-	-	46,988	34,294	171,653
Profit before tax	-	-	2,937	(1,250)	9,693
Tax expenses	-	-	868	(70)	4,393
Profit after tax	-	-	2,069	(1,180)	5,300

The carrying amounts as on March 31, 2013 relating to DC is as follows:-

(₹ In lacs)

Particulars	March 31, 2013
Total Assets	397,507
Total Liabilities	152,153
Net Assets	245,354



b) Discontinuing of operations relating to Fortis Hoan My Medical Corporation, Vietnam

During the quarter ended June 30, 2013, Fortis Healthcare International Pte Ltd., a subsidiary of the Company had entered into an agreement with Viva Holdings Vietnam (Pte.) Ltd, a Chandler Corporation company, to divest entire stake in Fortis Hoan My Medical Corporation (Vietnam), for a consideration of USD 80 million. The deal was completed on August 20, 2013 post receipt of all approvals. Accordingly, assets and liabilities of Hoan My do not form part of the consolidated assets and liabilities of the Company w.e.f. August 20, 2013. Such deconsolidation had resulted in a net gain of ₹ 1,377 lacs and was included as an exceptional item for quarter ended September 30, 2013.

The revenue and expenses in respect of the activities attributable to above discontinuing operations included in the consolidated financial results are as follows:

(₹ In lacs)

Particulars	Quarter ended			Year ended	
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
Total Income	-	-	5,754	13,246	24,875
Total expenditure	-	-	5,622	12,036	22,795
Profit before tax	-	-	132	1,210	2,080
Tax expenses	-	-	(87)	338	215
Profit after tax	-	-	219	872	1,865

The carrying amounts as on March 31, 2013 relating to Fortis Hoan My Medical Corporation, Vietnam is as follows:-

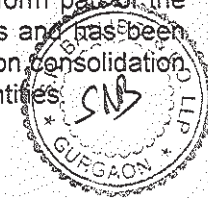
(₹ In lacs)

Particulars	March 31, 2013
Total Assets	35,327
Total Liabilities	19,058
Net Assets	16,269

c) Discontinuing of operations relating to Quality Healthcare, Hong Kong

During the previous quarter, Fortis Healthcare International Pte Ltd. ('FHIPL'), a subsidiary of the Company entered into an agreement with BUPA International Limited to divest entire stake in Altai Investments Limited, the holding Company of Quality Healthcare, Hongkong for USD 321 million, further USD 44 million was received on account of inter group receivables net of payables. Group has received USD 365 million towards this transaction.

The deal was completed on October 24, 2013 post receipt of all approvals. Accordingly, assets and liabilities of Quality Healthcare do not form part of the consolidated assets and liabilities of the Company w.e.f. October 24, 2013. Such deconsolidation has resulted in a net gain of ₹ 42,416 lacs and has been included as an exceptional item for the quarter ended December 31, 2013. Net gain of ₹ 42,416 lacs is net of goodwill of ₹ 31,580 lacs arising on consolidation of FHIPL. In view of management, considering disposal of all significant subsidiaries of FHIPL, no goodwill is allocable to any other remaining entities.



The revenue and expenses in respect of the activities attributable to above discontinuing operations included in the consolidated financial results are as follows:

(₹ In lacs)

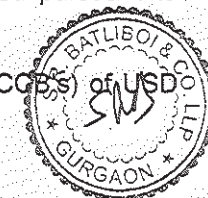
Particulars	Quarter ended			Year ended	
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
Total Income	-	9,480	24,800	63,162	95,334
Total expenditure	-	8,341	24,247	59,212	92,343
Profit before tax	-	1,139	553	3,950	2,991
Tax expenses	-	2	323	718	1,042
Profit after tax	-	1,137	230	3,232	1,949

The carrying amounts as on March 31, 2013 relating to Quality Healthcare, Hong Kong is as follows:-

(₹ In lacs)

Particulars	March 31, 2013
Total Assets	142,906
Total Liabilities	47,567
Net Assets	95,339

9. During the quarter ended September 30, 2013, Hon'ble High Court of Delhi approved the scheme of amalgamation ('the scheme') of Fortis Health Management (North) Limited ('FHMNL') with Fortis Hospitals Limited ('FHsL'), both wholly owned subsidiaries of the Company. The scheme became effective from September 1, 2013 with appointed date as April 1, 2012. The amalgamation was done with an objective of reducing administrative cost, general overhead, managerial & other expenditure and to bring the expertise, technology & facilities under one roof. Due to this amalgamation, during the quarter ended September 30, 2013, the Company had accrued income of ₹ 4,236 lacs on account of reversal of tax expenses (₹ 2,499 lacs on account of reversal of tax expense, which is related to previous year ending March 31, 2013 and ₹ 1,737 lacs on account of deferred tax credit recognized, which is related to quarter ended June 30, 2013).
10. During the quarter ended September 30, 2013, the Company had successfully concluded issue of 150 Foreign Currency Convertible Bonds ('FCCB') of USD 200,000 each due in August 2018. FCCB are listed on Singapore Exchange Securities Trading Limited (the "SGX-ST"). The proceeds of the issue amounting to ₹ 18,391 lacs have been used for repayment of debts.
11. During the quarter ended September 30, 2013, the Company allotted 3,737,449 equity shares to Standard Chartered (Mauritius) III Limited pursuant to preferential allotment at ₹ 99.09 per share including premium of ₹ 89.09 per share aggregating to ₹ 3,703 lacs.
12. During the quarter ended June 30, 2013, the Company raised USD 55 million through issue of 550 Foreign Currency Convertible Bonds (FCCBs) of USD 100,000 each due in June 2018. The proceeds of the issue amounting to ₹ 31,987 lacs have been primarily used for repayment of debts.



13. During the quarter ended June 30 2013, the Company allotted 18,833,700 equity shares to International Finance Corporation pursuant to preferential allotment at ₹ 99.09 per share including premium of ₹ 89.09 per share aggregating to ₹ 18,662 lacs.
14. During the quarter ended June 30 2013, the Company successfully concluded issue of 34,993,030 equity shares of face value ₹ 10 each at a price of ₹ 92 per equity share through an Institutional Placement Programme (IPP). The total proceeds of the Issue was ₹ 32,194 lacs. As at March 31, 2014, all proceeds has been utilized for the specified purposes as follows:-

Particulars	(₹ in lacs)
Receipts	32,194
Less: Expenses for the issue	1,378
Net Receipts	30,816
Use of proceeds	
Repayment of debt	15,000
General corporate purpose	15,816
Total	30,816

15. During the current quarter, the Company approved the transfer of net assets related to the Mohali Clinical establishment to RHT. The transaction has been completed subsequent to the year end in May 2014.
16. As permitted by the guidance note on the Revised Schedule VI to the Companies Act, 1956, the Group has elected to present earnings before interest, tax, depreciation/impairment and amortization (EBITDA) as a separate line item in its financial statements and as required by clause 41 to the listing agreement to use the classifications as per Revised Schedule VI, the Group has shown the EBITDA as a separate line item in the above financial results. In its measurement, the Group does not include depreciation/impairment and amortization expenses, finance costs and tax expenses.
17. The previous periods'/ year figures have been regrouped and recasted, wherever considered necessary.

Date: May 29, 2014
Place: New Delhi

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for and on behalf of the Board of Directors

Malvinder Mohan Singh
Malvinder Mohan Singh
Executive Chairman
7

