

SQL STAR INTERNATIONAL LIMITED
3rd Floor, Andhra Association Building, 24 – 25, Institutional Area, Lodhi Road, New Delhi – 110 003.

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH JUNE, 2005. (Rs. in Lacs)

Sl. No.	Particulars	Three months ended		Year to date		Previous Year ended 31.12.2004 (Audited)
		30.06.2005	30.06.2004	30.06.2005	30.06.2004	
1	Sales/Income from Operations	483.41	717.82	944.73	1,438.27	2,760.97
2	Other Income	12.23	25.09	19.14	50.14	124.87
3	Total Expenditure					
a)	Staff Cost	177.19	183.39	386.07	353.57	729.74
b)	Other Expenditure	343.05	231.73	598.09	476.88	1,010.14
c)	Expenditure on Foreign Staff	0.20	246.01	18.33	504.07	887.76
d)	Foreign Exchange Fluctuation	1.59	(40.38)	1.59	(3.03)	39.90
4	Interest	17.02	21.23	34.14	43.39	80.52
5	Depreciation	34.27	41.83	68.25	82.75	133.08
6	Profit/(Loss) Before Tax	(77.68)	59.10	(142.60)	(30.78)	4.70
7	Provision for Taxation					
a)	Tax for current year	0.00	19.04	(2.57)	17.49	1.03
b)	Tax for previous year	0.00	0.00	0.00	0.00	7.52
c)	Deferred Tax	(37.72)	3.31	(60.69)	(8.00)	6.76
d)	Fringe Benefit Tax	2.56	0.00	2.56	0.00	0.00
8	Net Profit/(Loss)	(42.52)	36.75	(81.90)	21.29	-10.61
9	Paid up Equity Share Capital (Face Value Rs.10/- per share)	1,352.26	1,351.48	1,352.26	1,351.48	1,352.26
10	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous Year)					1,277.40
11	Earning per Share Rs. (Not Annualised for period)	(0.31)	0.11	(0.61)	0.16	-0.08
12	Aggregate of non-promoter shareholding #					
	• Number of Shares	1,18,50,591	92,96,408	1,18,50,591	92,96,408	92,93,308
	• Percentage of shareholding	87.65	68.76	87.65	68.76	68.74

Figures have been regrouped wherever necessary.

Segment-wise Revenue, Results and Capital Employed as at 30th June, 2005.

(Rs. in Lacs)

Sl. No.	Particulars	Three months ended		Year to date		Year ended 31.12.2004
		30.06.2005	30.06.2004	30.06.2005	30.06.2004	
1	Segment Revenue -					
a)	Software Development	190.73	394.67	381.80	795.42	1,531.69
b)	Education	292.68	323.15	562.93	642.85	1,229.28
	Total	483.41	717.82	944.73	1,438.27	2,760.97
	Less: Inter Segment Revenue	-	-	-	-	-
	Net Sales/ Income from Operations	483.41	717.82	944.73	1,438.27	2,760.97
2	Segment Results - Profit before tax and interest for each segment					
a)	Software Development	(26.81)	25.70	(2.83)	46.98	88.94
b)	Education	49.09	82.36	65.74	158.69	257.82
	Total	22.28	108.06	62.91	205.67	346.76
	Less:					
i)	Interest	17.02	21.23	34.14	43.39	80.52
ii)	Other un-allocable expenditure net of un-allocable income	82.94	27.73	171.37	131.50	261.54
	Total Profit/(Loss) before tax	(77.68)	59.10	(142.60)	30.78	4.70
3	Capital Employed (Segment Assets – Segment Liabilities)					
a)	Software Development	3,064.61	3,069.28	3,064.61	3,069.28	3,036.99
b)	Education	274.31	353.24	274.31	353.24	239.24
c)	Others	147.68	3.73	147.68	3.73	20.89
	Total	3,486.60	3,426.25	3,486.60	3,426.25	3,297.12

Utilisation of Rights Issue Proceeds

Sl. No.	Particulars	Project Cost	Amount Utilised
1.	Repayment of Unsecured Loans	67	32
2.	Working Capital requirements	228	262
3.	Expenses of the Issue	17	17
	Total	312	311

Notes:

- The Financial Results were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on July 26, 2005.
- The proceeds of Rights Issue were utilised as above. Rs.0.52 lacs are outstanding on account of Call Money due on Allotment.

Investor Grievance Report for the Quarter ended June 30, 2005.

Sl.	Particulars	Opening	Receipt	Resolved	Pending
a	Change/ correction of Address / Change in Bank Mandate/ Specimen Signature change	0	45	45	0
b	Request for consolidation / Split of Securities	0	4	4	0
c	Request for transmission of securities	0	1	1	0
d	Loss of Securities/ Div. Warrant; Receipt of IB & Affidavit and request for issue of duplicate	0	7	7	0
e	Request for ECS facility	0	1	1	0
f	Non receipt of Annual Report/ Securities / Complaint relating to transfer of shares	0	26	26	0
g.	Non receipt of Refund Order	0	2	2	0
h.	Postal Return Documents; Query regarding undelivered documents	0	1	1	0

Note : Company's RTA – Karvy Consultants Ltd., Hyderabad are authorised to process, approve and effect transfer of shares on behalf of the Company at fortnightly intervals and return the duly endorsed share certificates to the shareholders within stipulated time of 30 days.

By the order of the Board

Place : New Delhi
Date : July 26, 2005.

Arun Phasu
Company Secretary