

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, 2004.

(Rs. in Lacs)

Sl. No.	Particulars	3 Months ended 30.06.2004	Corresponding 3 Months ended 30.06.2003	Year to date 30.06.2004	Year to date 30.06.2003	Previous Year ended 31.12.2003 Audited
1	Sales/Income from Operations	717.82	760.05	1,438.27	1,617.73	3,257.50
2	Other Income	25.09	4.58	50.14	4.68	11.08
3	Total Expenditure					
a)	Staff Cost	183.39	136.96	353.57	281.36	598.27
b)	Other Expenditure	231.73	224.35	476.88	520.86	1,137.51
c)	Expenditure on Foreign Staff	246.01	330.99	504.07	666.47	1,210.24
d)	Foreign Exchange Fluctuation	-40.38	6.45	-3.03	22.77	42.59
4	Interest	21.23	25.24	43.39	49.62	97.40
5	Depreciation	41.83	40.14	82.75	79.97	161.30
6	Profit/(Loss) Before Tax	59.10	0.51	30.78	1.37	21.27
7	Provision for Taxation					
a)	Tax for current year	19.04	0.05	17.49	-2.00	-0.29
b)	Tax for previous year	0.00	-0.09	0.00	-0.09	-1.99
c)	Deferred Tax	3.31	-1.72	-8.00	-2.11	1.04
8	Net Profit/(Loss)	36.75	2.27	21.29	5.57	22.51
9	Paid up Equity Share Capital (Face Value Rs.10/- per share)	1,351.48	1,351.37	1,351.48	1,351.37	1,351.48
10	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous Year)				1,348.67	1,348.67
11	Earning per Share Rs. (Not Annualised for period)	0.27	0.02	0.16	0.04	0.17
	Aggregate of non-promoter shareholding					
	• Number of Shares	72,71,210	66,90,489	72,71,210	66,90,489	72,24,027
12	• Percentage of shareholding	53.78	49.49	53.78	49.49	53.43

Segment-wise Revenue, Results and Capital Employed as at 30th June, 2004.

(Rs. in Lacs)

Sl. No.	Particulars	Three months ended		Year to date		Year ended 31.12.2003
		30.06.2004	30.06.2003	30.06.2004	30.06.2003	
1	Segment Revenue -					
a)	Software Development	394.67	446.64	795.42	915.42	1,805.34
b)	Education	323.15	313.41	642.85	702.31	1,452.16
	Total	717.82	760.05	1,438.27	1,617.73	3,257.50
	Less: Inter Segment Revenue	-	-	-	-	-
	Net Sales/ Income from Operations	717.82	760.05	1,438.27	1,617.73	3,257.50
2	Segment Results – Profit before tax and interest for each segment					
a)	Software Development	25.70	39.50	46.98	87.81	188.07
b)	Education	82.36	72.40	158.69	160.85	358.49
	Total	108.06	111.90	205.67	248.66	546.56
	Less:					
i)	Interest	21.23	25.24	43.39	49.62	97.40
ii)	Other un-allocable expenditure net of un-allocable income	27.73	86.15	131.50	197.67	427.89
	Total Profit before tax	59.10	0.51	30.78	1.37	21.27
3	Capital Employed (Segment Assets – Segment Liabilities)					
a)	Software Development	3,069.28	3,190.92	3,069.28	3,190.92	2,988.06
b)	Education	353.24	912.78	353.24	912.78	359.54
c)	Others	3.73	9.46	3.73	9.46	31.70
	Total	3,426.25	4,113.16	3,426.25	4,113.16	3,379.30

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 provision of taxation included Deferred Tax Liabilities of Rs.3.31 lacs and Rs. 19.04 lacs for normal Income Tax provision for the quarter ended 30th June, 2004 as per the requirements of the Accounting Standards 22.
- The proceeds of Rights Issue were utilised as above. Rs.0.52 lacs are outstanding on account of Call Money due on Allotment.

Investor Requests/ Applications/ Grievances Report for the Quarter ended June 30, 2004.

Sl.	Particulars	Opening	Receipt	Resolved	Pending
a	Change/ correction of Address / Change in Bank Mandate/ Specimen Signature change	0	11	11	0
b	Request for Consolidation/ Split/ transposition of securities	0	2	2	0
c	Correspondence / Query relating to NSDL operations	0	1	1	0
d	Non receipt of securities / Complaint relating to transfer of shares	0	3	3	0
e	Postal Return Documents; Query regarding undelivered documents	0	5	5	0

Note : Company's RTA – Kary 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 28, 2004.

 B. K. Tankha
 Director