

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 SEPTEMBER, 2004.

(Rs. in Lacs)

SI. No.	Particulars	Three months ended		Year to date		Previous Year ended 31.12.2003
		30.09.2004	30.09.2003	30.09.2004	30.09.2003	
1	Sales/Income from Operations	722.92	847.92	2,161.19	2,465.65	3,257.50
2	Other Income	36.05	0.12	86.19	4.80	11.08
3	Total Expenditure					
a)	Staff Cost	177.71	145.15	531.28	426.51	598.27
b)	Other Expenditure	262.17	318.58	739.05	839.44	1,137.51
c)	Expenditure on Foreign Staff	230.96	303.31	735.03	969.78	1,210.24
d)	Foreign Exchange Fluctuation			-3.03	22.77	42.59
4	Interest	21.00	25.04	64.39	74.66	97.40
5	Depreciation	43.29	40.46	126.04	120.43	161.30
6	Profit/(Loss) Before Tax	23.84	15.50	54.62	16.86	21.27
7	Provision for Taxation					
a)	Tax for current year	12.61	2.98	30.10	0.98	-0.29
b)	Tax for previous year	0.00	0.00	0.00	-0.09	-1.99
c)	Deferred Tax	-2.74	6.16	-10.74	-4.05	1.04
8	Net Profit/(Loss)	13.97	6.36	35.26	11.92	22.51
9	Paid up Equity Share Capital (Face Value Rs.10/- per share)	1,351.48	1,351.48	1,351.48	1,351.48	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)	0.10	0.05	0.26	0.09	0.17
12	Aggregate of non-promoter shareholding #					
	• Number of Shares	92,97,008	87,77,986	92,97,008	87,77,986	92,49,225
	• Percentage of shareholding	68.77	64.93	68.77	64.93	68.41

Figures have been regrouped wherever necessary.

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

(Rs. in Lacs)

SI. No.	Particulars	Three months ended		Year to date		Year ended 31.12.2003
		30.09.2004	30.09.2003	30.09.2004	30.09.2003	
1	Segment Revenue -					
a)	Software Development	390.89	454.85	1,186.31	1,370.27	1,805.34
b)	Education	332.03	393.07	974.88	1,095.38	1,452.16
	Total	722.92	847.92	2,161.19	2,465.65	3,257.50
	Less: Inter Segment Revenue	-	-	-	-	-
	Net Sales/ Income from Operations	722.92	847.92	2,161.19	2,465.65	3,257.50
2	Segment Results – Profit before tax and interest for each segment					
a)	Software Development	21.50	52.11	68.48	139.92	188.07
b)	Education	75.64	116.74	234.33	277.59	358.49
	Total	97.14	168.85	302.81	417.51	546.56
	Less:					
i)	Interest	21.00	25.04	64.39	74.66	97.40
ii)	Other un-allocable expenditure net of un-allocable income	52.30	128.31	183.80	325.99	427.89
	Total Profit before tax	23.84	15.50	54.62	16.86	21.27
3	Capital Employed (Segment Assets – Segment Liabilities)					
a)	Software Development	3,065.80	3,157.30	3,065.80	3,157.30	2,988.06
b)	Education	335.44	958.50	335.44	958.50	359.54
c)	Others	21.61	3.07	21.61	3.07	31.70
	Total	3,422.85	4,118.87	3,422.85	4,118.87	3,379.30

Utilisation of Rights Issue Proceeds

SI. 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 Assets of Rs.2.74 lacs and Rs. 12.61 lacs for normal Income Tax provision for the quarter ended 30th September, 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 September 30, 2004.

SI.	Particulars	Opening	Receipt	Resolved	Pending
a	Change/ correction of Address / Change in Bank Mandate/ Specimen Signature change/ Revalidation	0	49	49	0
b	Request for Consolidation/ Split/ transposition of securities	0	8	8	0
c	Correspondence / Query relating to NSDL operations	0	7	7	0
d	Non receipt of dividend warrant/ securities / Complaint relating to transfer of shares	0	5	5	0
e	Loss of Securities and request for issue of duplicate	0	3	3	0
f	Postal Return Documents; Query regarding undelivered documents	0	7	7	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 : October 27, 2004.

B. K. Tankha
Director