

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST DECEMBER, 2004. (Rs. in Lacs)

SI. No.	Particulars	Three months ended		Year ended	
		31.12.2004	31.12.2003	31.12.2004	31.12.2003
1	Sales/Income from Operations	599.78	791.85	2,760.97	3,257.50
2	Other Income	38.68	6.28	124.87	11.08
3	Total Expenditure				
a)	Staff Cost	198.46	171.76	729.74	598.27
b)	Other Expenditure	271.09	298.07	1,010.14	1,137.51
c)	Expenditure on Foreign Staff	152.73	240.46	887.76	1,210.24
d)	Foreign Exchange Fluctuation	42.93	19.82	39.90	42.59
4	Interest	16.13	22.74	80.52	97.40
5	Depreciation	7.04	40.87	133.08	161.30
6	Profit/(Loss) Before Tax	-49.92	4.41	4.70	21.27
7	Provision for Taxation				
a)	Tax for current year	-29.07	-1.27	1.03	-0.29
b)	Tax for previous year	7.52	-1.90	7.52	-1.99
c)	Deferred Tax	17.50	-3.01	6.76	1.04
8	Net Profit/(Loss)	-45.87	10.59	-10.61	22.51
9	Paid up Equity Share Capital (Face Value Rs.10/- per share)	1,352.26	1,351.48	1,352.26	1,351.48
10	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous Year)			1,276.35	1,348.67
11	Earning per Share Rs. (Not Annualised for period)	-0.34	0.08	-0.08	0.17
	Aggregate of non-promoter shareholding #				
	• Number of Shares	92,93,308	92,85,958	92,93,308	92,85,958
12	• Percentage of shareholding	68.74	68.68	68.74	68.68

Figures have been regrouped wherever necessary.

Segment-wise Revenue, Results and Capital Employed as at 31st December, 2004.

(Rs. in Lacs)

SI. No.	Particulars	Three months ended		Year ended	
		31.12.2004	31.12.2003	31.12.2004	31.12.2003
1	Segment Revenue -				
a)	Software Development	345.38	435.07	1,531.69	1,805.34
b)	Education	254.40	356.78	1,229.28	1,452.16
	Total	599.78	791.85	2,760.97	3,257.50
	Less: Inter Segment Revenue	-	-	-	-
	Net Sales/ Income from Operations	599.78	791.85	2,760.97	3,257.50
2	Segment Results – Profit before tax and interest for each segment				
a)	Software Development	20.46	48.15	88.94	188.07
b)	Education	23.49	80.90	257.82	358.49
	Total	43.95	129.05	346.76	546.56
	Less:				
i)	Interest	16.13	22.74	80.52	97.40
ii)	Other un-allocable expenditure net of un-allocable income	77.74	101.90	261.54	427.89
	Total Profit before tax	-49.92	4.41	4.70	21.27
3	Capital Employed (Segment Assets – Segment Liabilities)				
a)	Software Development	3,036.99	2,988.06	3,036.99	2,988.06
b)	Education	239.24	359.54	239.24	359.54
c)	Others	20.89	31.70	20.89	31.70
	Total	3,297.12	3,379.30	3,297.12	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 Liability of Rs.17.50 lacs and Rs. (-) 29.07 lacs for normal Income Tax provision for the quarter ended 31st December, 2004 as per the requirements of the Accounting Standards 22.
- The proceeds of Rights Issue were utilised as above. Rs.0.50 lacs are outstanding on account of Call Money due on Allotment.

Investor Grievance Report for the Quarter ended December 31, 2004.

SI.	Particulars	Opening	Receipt	Resolved	Pending
a	Change/ correction of Address / Specimen Signature change	0	1	1	0
b	Receipt of dividend warrants for revalidation	0	1	1	0
c	Request for consolidation/ split of securities	0	4	4	0
d	Correction of name on securities	0	1	1	0
e	Correspondence / Query relating to NSDL operations	0	1	1	0
f	Non receipt of securities / Complaint relating to transfer of shares	0	4	4	0
g.	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 : March 31, 2005.

Arun Phasu
Company Secretary