

**UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30, 2009**  
(Rs. in lacs)

Particulars	Consolidated					SQL Star International Ltd (Stand alone)				
	Quarter Ended		Half Year Ended		Year ended	Quarter Ended		Half Year Ended		Year ended
	30-Sep-09 Un-audited	30-Sep-08 Un-audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	31-Mar-09 Audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	31-Mar-09 Audited
<b>INCOME:</b>										
- Sales/Income from Operations	1,580.78	2,212.26	3,287.87	4,585.13	8,685.35	779.70	1,038.48	1,705.97	2,234.64	4,208.90
<b>Total</b>	<b>1,580.78</b>	<b>2,212.26</b>	<b>3,287.87</b>	<b>4,585.13</b>	<b>8,685.35</b>	<b>779.70</b>	<b>1,038.48</b>	<b>1,705.97</b>	<b>2,234.64</b>	<b>4,208.90</b>
<b>EXPENDITURE :</b>										
- Staff Cost	937.66	1,378.91	1,842.71	2,709.27	5,378.91	261.04	363.38	531.89	743.21	1,400.66
- Other Expenditure	278.38	348.05	520.04	712.58	1,401.75	205.24	228.13	385.46	453.79	969.78
- Direct & Outsourcing	264.04	366.98	699.32	882.07	1,649.31	238.35	341.66	645.74	821.14	1,649.31
- Depreciation	57.97	104.14	115.40	199.27	423.08	56.96	56.48	113.39	111.81	217.42
<b>Total</b>	<b>1,538.05</b>	<b>2,198.08</b>	<b>3,177.47</b>	<b>4,503.19</b>	<b>8,853.05</b>	<b>761.59</b>	<b>989.65</b>	<b>1,676.48</b>	<b>2,129.95</b>	<b>4,237.17</b>
<b>Profit/(Loss) from Operations before Other income, Interest &amp; Exceptional items</b>	<b>42.73</b>	<b>14.18</b>	<b>110.40</b>	<b>81.94</b>	<b>(167.70)</b>	<b>18.11</b>	<b>48.83</b>	<b>29.49</b>	<b>104.69</b>	<b>(28.27)</b>
- Other Income	41.61	15.62	63.61	27.70	33.15	33.28	15.60	47.18	26.94	32.25
<b>Profit/(Loss) before Interest &amp; Exceptional items</b>	<b>84.34</b>	<b>29.80</b>	<b>174.01</b>	<b>109.64</b>	<b>(134.55)</b>	<b>51.39</b>	<b>64.43</b>	<b>76.67</b>	<b>131.63</b>	<b>3.98</b>
- Interest	38.87	60.86	78.12	115.93	175.90	31.75	48.60	65.54	92.74	125.51
<b>Profit/(Loss) After Interest but before Exceptional items</b>	<b>45.47</b>	<b>(31.06)</b>	<b>95.88</b>	<b>(6.28)</b>	<b>(310.45)</b>	<b>19.64</b>	<b>15.83</b>	<b>11.13</b>	<b>38.89</b>	<b>(121.53)</b>
- Exceptional Items	-	-	-	-	2,692.49	-	-	-	-	2,692.49
<b>Profit/(Loss) from Ordinary Activities before Tax</b>	<b>45.47</b>	<b>(31.06)</b>	<b>95.88</b>	<b>(6.28)</b>	<b>(3,002.94)</b>	<b>19.64</b>	<b>15.83</b>	<b>11.13</b>	<b>38.89</b>	<b>(2,814.02)</b>
Tax Expenses	(20.45)	4.96	(18.15)	16.11	270.29	(21.20)	4.27	(21.20)	10.83	256.31
<b>Profit/(Loss) from Ordinary Activities after Tax</b>	<b>65.92</b>	<b>(36.02)</b>	<b>114.03</b>	<b>(22.39)</b>	<b>(3,273.23)</b>	<b>40.84</b>	<b>11.56</b>	<b>32.33</b>	<b>28.06</b>	<b>(3,070.33)</b>
Extraordinary Items (net of tax expenses)	-	-	-	-	-	-	-	-	-	-
<b>Net Profit/(Loss) for the period</b>	<b>65.92</b>	<b>(36.02)</b>	<b>114.03</b>	<b>(22.39)</b>	<b>(3,273.23)</b>	<b>40.84</b>	<b>11.56</b>	<b>32.33</b>	<b>28.06</b>	<b>(3,070.33)</b>
<b>Paid-up Equity Capital</b> (Face value of Rs.10/- each)	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48	2,180.48
<b>Reserves Excluding Revaluation Reserves</b> (as per Audited Balance Sheet)	-	-	-	-	(1,257.02)	-	-	-	-	(313.23)
<b>Earnings Per Share</b>										
<b>Before Extra-ordinary Item</b>										
- Basic	0.30	(0.17)	0.52	(0.10)	(2.66)	0.19	0.05	0.15	0.13	(1.73)
- Diluted	0.29	-	0.50	-	-	0.18	0.05	0.14	0.12	-
<b>After Extra-ordinary Item</b>										
- Basic	0.30	(0.17)	0.52	(0.10)	(15.01)	0.19	0.05	0.15	0.13	(14.08)
- Diluted	0.29	-	0.50	-	-	0.18	0.05	0.14	0.12	-
<b>Public Shareholding</b>										
- No. of Shares	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464	14,707,464
- Percentage of Shareholding	67.47%	67.47%	67.47%	67.47%	67.47%	67.47%	67.47%	67.47%	67.47%	67.47%
<b>Aggregate of Public Shareholding</b>										
<b>Promoters and Promoter group shareholding</b>										
<b>a) Pledged / Encumbered</b>										
- Number of Shares	3,350,000	-	3,350,000	-	3,350,000	3,350,000	-	3,350,000	-	3,350,000
- Percentage of Shares (as a % the total shareholding of Promoters and Promoter group)	47.23%	0.00%	47.23%	0.00%	47.23%	47.23%	0.00%	47.23%	0.00%	47.23%
- Percentage of Shares (as a % of the total share capital of the Company)	15.37%	0.00%	15.37%	0.00%	15.37%	15.37%	0.00%	15.37%	0.00%	15.37%
<b>b) Non-encumbered</b>										
- Number of Shares	3,742,536	7,092,536	3,742,536	7,092,536	3,742,536	3,742,536	7,092,536	3,742,536	7,092,536	3,742,536
- Percentage of Shares (as a % the total shareholding of Promoters and Promoter group)	52.77%	100.00%	52.77%	100.00%	52.77%	52.77%	100.00%	52.77%	100.00%	52.77%
- Percentage of Shares (as a % of the total share capital of the Company)	17.16%	32.53%	17.16%	32.53%	17.16%	17.16%	32.53%	17.16%	32.53%	17.16%

**UN-AUDITED SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED**

(Rs. in lacs)

**A) Primary Segment (By Business Segment)**

Sl. No.	Particulars	Consolidated					SQL Star International Ltd (Stand alone)				
		Quarter ended		Half Year Ended		Year ended	Quarter ended		Half Year Ended		Year ended
		30-Sep-09 Un-audited	30-Sep-08 Un-audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	31-Mar-09 Audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	30-Sep-09 Un-audited	30-Sep-08 Un-audited	31-Mar-09 Audited
<b>1 Segment Revenue</b>											
a. Software Development & Services	968.57	1,413.48	1,909.62	2,884.63	5,458.54	167.49	239.70	327.72	534.31	982.09	
b. Education & Training	334.78	424.00	590.21	807.43	1,362.24	334.78	424.00	590.21	807.43	1,362.24	
c. e-Governance	277.43	374.78	788.04	893.07	1,864.57	277.43	374.78	788.04	892.90	1,864.57	
<b>Total</b>	<b>1,580.78</b>	<b>2,212.26</b>	<b>3,287.87</b>	<b>4,585.13</b>	<b>8,685.35</b>	<b>779.70</b>	<b>1,038.48</b>	<b>1,705.97</b>	<b>2,234.64</b>	<b>4,208.90</b>	
Less: Inter-segment Sales	-	-	-	-	-	-	-	-	-	-	
<b>Net Sales</b>	<b>1,580.78</b>	<b>2,212.26</b>	<b>3,287.87</b>	<b>4,585.13</b>	<b>8,685.35</b>	<b>779.70</b>	<b>1,038.48</b>	<b>1,705.97</b>	<b>2,234.64</b>	<b>4,208.90</b>	
<b>2 Segment Results</b>											
<b>Profit/(Loss) before Tax and Interest from each segment</b>											
a. Software Development & Services	45.68	2.45	118.92	51.06	(10.10)	21.06	37.08	38.01	73.79	129.33	
b. Education & Training	49.15	79.32	46.49	121.43	25.69	49.15	79.32	46.49	121.43	25.69	
c. e-Governance	67.20	74.79	174.60	187.02	391.64	67.20	74.79	174.60	187.02	391.64	
<b>Total</b>	<b>162.03</b>	<b>156.56</b>	<b>340.02</b>	<b>359.51</b>	<b>407.23</b>	<b>137.41</b>	<b>191.18</b>	<b>259.10</b>	<b>382.24</b>	<b>546.66</b>	
Less:											
i) Interest	38.87	60.88	78.12	115.93	175.90	31.75	48.60	65.54	92.74	125.51	
ii) Other Un-allocable Expenses	119.30	142.36	229.62	277.55	574.93	119.31	142.36	229.62	277.55	574.93	
iii) Un-allocable Income	(41.61)	(15.62)	(63.61)	(27.70)	(33.15)	(33.28)	(15.60)	(47.18)	(26.94)	(32.25)	
<b>Total Profit Before Tax</b>	<b>45.47</b>	<b>(31.06)</b>	<b>95.88</b>	<b>(6.28)</b>	<b>(310.45)</b>	<b>19.64</b>	<b>15.83</b>	<b>11.13</b>	<b>38.89</b>	<b>(121.53)</b>	
<b>3 Capital Employed</b>											
a. Software Development & Services	1,904.73	3,792.24	1,904.73	3,792.24	1,916.66	281.45	328.00	281.45	328.00	288.48	
b. Education & Training	846.58	845.77	846.58	845.77	800.85	846.58	845.77	846.58	845.77	800.85	
c. E-Governance	924.87	468.44	924.87	468.44	716.19	924.86	468.44	924.86	468.44	716.19	
d. Un-allocated	1,579.48	1,040.20	1,579.48	1,040.20	591.24	2,474.74	4,505.75	2,474.74	4,505.75	1,486.50	
<b>Total Capital Employed</b>	<b>5,255.65</b>	<b>6,146.65</b>	<b>5,255.65</b>	<b>6,146.65</b>	<b>4,024.94</b>	<b>4,527.63</b>	<b>6,147.96</b>	<b>4,527.63</b>	<b>6,147.96</b>	<b>3,292.02</b>	

**B) Secondary Segment (By Geographical Segment)**

Segment Revenue	Quarter ended		Half Year Ended		Year ended	Quarter ended		Half Year Ended		Year ended
	30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08	31-Mar-09	30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08	31-Mar-09
<b>Geographical Location</b>										
- India	767.21	1,032.54	1,691.63	2,222.28	4,184.44	767.21	1,032.54	1,691.63	2,222.28	4,184.44
- Rest of the World	813.57	1,179.72	1,596.23	2,362.85	4,500.91	12.49	5.94	14.34	12.36	24.46

1. The financial results were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on October 26, 2009.

2. The consolidated financial results include un-audited results of International SQL Star Pte Ltd., Singapore; SQL Star International Inc., USA; the wholly owned subsidiaries of the Company and SQL Star International Pty. Ltd, Australia, the wholly owned subsidiary of SQL Star International Inc., USA.

3. Pursuant to the requirements of Listing Agreement, the Statutory Auditors have carried out Limited Review of the financial results of holding company alone for the quarter ended September 30, 2009.

4. No Provision for Current Year tax is made there being no taxable income under Normal computation as well as U/S 115JB of the Income Tax Act, 1961.

5. The Company operates in the following primary business segments viz., Software Development & Services, Education and Training, e-Governance and accordingly segmental reports have been disclosed.

6. The Company has received 2 requests/grievances from the shareholders during the quarter ended September 30, 2009 and all of them have been resolved and there are no pending requests/grievances.

7. During the Quarter Company has received Rs. 12,49,87,500 towards share application money for 1,05,25,000 Equity Shares of Rs 10/-each at a price of Rs 10.50 per share (Including Premium of Rs 0.50) and Share Warrants Application money for 48,25,000 warrants @ of Rs. 3/- per share convertible in to equity shares at price of Rs 10.50 Per shares on Preferential basis. Since the Company is yet to receive in principle approval from Stock Exchange, allotment is not yet made.

8. Figures of the previous year/period have been regrouped and/or re-classified or recast or re-arranged wherever considered necessary.

By Order of the Board,  
For SQL STAR INTERNATIONAL LTD.,

Sd/-  
N.R. GANTI  
Chairman & Managing Director