



(Rupees in lacs)

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2008

Particulars	Consolidated					SQL STAR INTERNATIONAL LTD (Stand alone)				
	Quarter Ended		9 months ended		Year Ended	Quarter Ended		9 months ended		Year Ended
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
INCOME:										
- Sales/Income from Operations	2,315.20	2,639.33	7,065.04	7,713.13	10,568.27	1,154.37	1,333.60	3,553.73	3,686.19	5,063.85
Total	2,315.20	2,639.33	7,065.04	7,713.13	10,568.27	1,154.37	1,333.60	3,553.73	3,686.19	5,063.85
EXPENDITURE :										
- Staff Cost	1,265.00	1,279.30	3,974.28	3,970.73	5,727.23	327.29	305.64	1,070.49	919.21	1,262.36
- Other Expenditure	412.81	438.61	1,290.10	1,441.33	1,772.13	277.44	237.62	895.95	768.08	1,181.79
- Direct & Outsourcing	501.64	656.81	1,383.71	1,439.64	2,131.75	477.68	656.81	1,298.84	1,580.67	2,131.75
- Depreciation	111.44	67.44	310.70	176.07	307.82	58.45	29.36	170.26	85.24	139.09
Total	2,290.89	2,442.16	6,958.79	7,027.77	9,938.93	1,140.86	1,229.43	3,435.54	3,353.20	4,714.99
Profit/(Loss) from Operations before Other income, interest & exceptional items	24.31	197.17	106.25	685.36	629.34	13.51	104.17	118.19	332.99	348.86
- Other Income	6.06	7.69	33.77	26.88	61.88	6.08	3.54	33.02	20.94	46.37
Profit/(Loss) before Interest & exceptional items	30.37	204.86	140.02	712.24	691.22	19.59	107.71	151.21	353.93	395.23
- Interest	61.74	39.82	177.67	99.28	153.01	48.14	30.10	140.88	70.68	111.10
Profit/(Loss) after Interest but before exceptional items	(31.37)	165.04	(37.65)	612.96	538.20	(28.55)	77.61	10.33	283.25	284.13
- Exceptional Items	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) from Ordinary Activities before tax	(31.37)	165.04	(37.65)	612.96	538.20	(28.55)	77.61	10.33	283.25	284.13
Tax Expenses	12.30	5.24	28.40	37.64	153.49	4.98	4.17	15.81	35.12	146.18
Profit/(Loss) from Ordinary Activities after tax	(43.67)	159.80	(66.05)	575.32	384.71	(33.53)	73.44	(5.48)	248.13	137.95
- Extraordinary Items (net of tax expenses)	-	-	-	-	-	-	-	-	-	-
Net Profit/(Loss) for the period	(43.67)	159.80	(66.05)	575.32	384.71	(33.53)	73.44	(5.48)	248.13	137.95
Paid up Equity Capital (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
Reserves Excluding Revaluation Reserves (as per Audited Balance Sheet)					4,061.21					2,757.11
Earnings Per Share Before Extraordinary Item										
- Basic	(0.20)	0.73	(0.30)	1.91	1.77	(0.15)	0.34	(0.03)	1.14	0.63
- Diluted	(0.19)	0.70	(0.29)	1.84	1.70	(0.15)	0.32	(0.02)	1.10	0.61
Earnings Per Share After Extraordinary Item										
- Basic	(0.20)	0.73	(0.30)	1.91	1.77	(0.15)	0.34	(0.03)	1.14	0.63
- Diluted	(0.19)	0.70	(0.29)	1.84	1.70	(0.15)	0.32	(0.02)	1.10	0.61
Aggregate of Public Shareholding										
- No. of Shares	14,199,552	15,163,022	14,199,552	15,163,022	14,707,464	14,199,552	15,163,022	14,199,552	15,163,022	14,707,464
- Percentage of Shareholding	67%	70%	67%	70%	68%	67%	70%	67%	70%	68%

A) Primary Segment (By Business Segment)

Sl. No.	Particulars	Consolidated					SQL STAR INTERNATIONAL LTD (Stand alone)				
		Quarter Ended		9 months ended		Year Ended	Quarter Ended		9 months ended		Year Ended
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	31-03-2008	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31-03-2008
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Segment Revenue										
	a. Software Development & Services	1,441.39	1,580.49	4,392.49	4,766.14	6,727.64	280.57	274.76	881.18	739.20	1,223.22
	b. Education & Training	336.13	396.05	1,241.25	1,357.62	1,750.05	336.13	396.05	1,241.25	1,357.62	1,750.05
	c. e-Governance	537.68	662.79	1,431.30	1,589.37	2,090.58	537.68	662.79	1,431.30	1,589.37	2,090.58
	Total	2,315.20	2,639.33	7,065.04	7,713.13	10,568.27	1,154.37	1,333.60	3,553.73	3,686.19	5,063.85
	Less: Inter-segment Sales	-	-	-	-	-	-	-	-	-	-
	Net Sales	2,315.20	2,639.33	7,065.04	7,713.13	10,568.27	1,154.37	1,333.60	3,553.73	3,686.19	5,063.85
2	Segment Results										
	Profit/(Loss) before Tax & Interest from each segment										
	a. Software Development & Services	70.91	132.72	121.96	419.76	400.57	60.11	39.72	133.90	56.49	110.53
	b. Education & Training	(33.92)	70.54	87.51	356.78	380.22	(33.92)	70.54	87.51	356.78	380.22
	c. e-Governance	118.82	76.90	305.83	221.11	317.06	118.82	76.90	305.83	221.10	317.07
	Total	155.81	280.16	515.30	1,097.65	1,097.85	145.01	187.16	527.24	634.37	807.82
	Less:										
	i) Interest	61.74	39.82	177.67	99.28	153.01	48.14	30.10	140.88	70.68	111.10
	ii) Other Un-allocable Expenses	131.50	82.99	409.04	312.29	468.52	131.50	82.99	409.04	301.38	458.96
	iii) Un-allocable Income	(6.06)	(7.69)	(33.76)	(26.88)	(61.88)	(6.08)	(3.54)	(33.02)	(20.94)	(46.37)
	iv) Extra Ordinary Items	-	-	-	-	-	-	-	-	-	-
	Total Profit Before Tax	(31.37)	165.04	(37.65)	612.96	538.20	(28.55)	77.61	10.33	283.25	284.13
3	Capital Employed										
	a. Software Development & Services	3,817.83	3,288.60	3,817.83	3,288.60	4,043.06	240.72	438.65	240.72	438.65	769.73
	b. Education & Training	869.99	358.11	869.99	358.11	524.96	869.99	358.11	869.99	358.11	524.96
	c. e-Governance	612.37	539.29	612.37	539.29	530.41	612.37	539.29	612.37	539.29	530.41
	d. Un-allocated	4,435.23	3,476.60	4,435.23	3,476.60	4,238.16	4,435.23	3,476.60	4,435.23	3,476.60	4,239.10
	Total Capital Employed	9,735.43	7,662.60	9,735.43	7,662.60	9,336.59	6,158.32	4,812.65	6,158.32	4,812.65	6,064.20

B) Secondary Segment (By Geographical Segment)

S.No	Particulars	Consolidated			SQL STAR INTERNATIONAL LTD (Stand alone)						
		Quarter Ended	9 months ended	Year Ended	Quarter Ended	Half Year ended	Year Ended				
	Geographical Location	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.12.2008	31.12.2007				
1	- India	1,147.67	1,226.77	3,534.67	3,492.51	5,036.92	1,147.67	1,226.77	3,534.67	3,492.51	5,036.92
2	- Rest of the World	1,167.53	1,412.56	3,530.37	4,220.62	5,531.35	6.70	106.83	19.06	193.68	26.93

1. The financial results were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on January 30, 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 Indian operations for the quarter ended December 31, 2008.

4. Provision for Current Year tax is made as per section 115B 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 5 requests/grievances from the shareholders during the quarter ended December 31, 2008 and all of them have been resolved and there are no pending requests/grievances.

7. 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

Place: Hyderabad
Date: January 30, 2009