

## AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2009

(Rs. in Lakhs except share data)

Sl. No.	Description	For the Quarter Ended June 30, 2009	For the Quarter Ended June 30, 2008	For the Year Ended March 31, 2009
1	Revenue from Telecom Software Services, Telecom Software Products & Network Engineering Services	13,951.15	16,813.47	69,781.33
2	Cost of Revenue	9,779.49	10,595.40	43,842.05
3	Research & Development Expenses	—	142.37	335.15
4	Gross Profit	4,171.66	6,075.70	25,604.13
5	Selling and Marketing Expenses	255.02	763.80	2,869.07
6	Administrative and General Expenses	1,514.21	1,649.19	6,354.67
7	Profit from operations before Interest, Depreciation and Amortisation	2,402.43	3,662.71	16,380.39
8	Amortisation	34.72	344.98	681.66
9	Interest	80.86	111.11	381.77
10	Depreciation	843.66	692.52	3,057.36
11	Other Income	139.11	122.54	721.97
12	Exchange gain/(loss), Net**	1,048.65	(701.59)	(4,261.48)
13	Provision for diminution in value of investments	—	—	117.71
14	Profit before Tax and Exceptional item	2,630.95	1,935.05	8,602.38
15	Exceptional Item***	—	—	1,519.70
16	Profit before Tax	2,630.95	1,935.05	7,082.68
17	Provision for Income Tax (Current & Deferred)	609.35	522.29	2,727.68
18	Fringe Benefit Tax	—	41.34	124.59
19	Profit After Taxes	2,021.60	1,371.42	4,230.41
20	Paid-up equity share capital (at par value of Rs.10 each)	2,711.11	2,856.08	2,711.11
21	Reserves excluding revaluation reserves	47,760.87	45,888.03	45,579.20
22	Basic and diluted EPS for the year and for the previous year after exceptional items (not annualised) (par value of Rs. 10 each)			
	Basic EPS	7.46	4.80	15.17
	Diluted EPS	7.34	4.80	15.17
23	Proposed Dividend	—	—	1,084.44
24	Aggregate of Public Shareholding*			
	Number of shares	19,524,471	21,008,818	19,519,357
	Percentage of shareholding	72.02%	73.56%	72.00%
25	Promoters and promoter group shareholdings			
	a) Pledged/Encumbered			
	• Number of shares	—	—	—
	• Percentage of shares (as a % of the total shareholding of promoters and promoter group)	—	—	—
	• Percentage of shares (as a % of the total share capital of the company)	—	—	—
	b) Non-encumbered			
	• Number of shares	7,586,580	—	7,591,694
	• Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100%	—	100%
	• Percentage of shares (as a % of the total share capital of the company)	27.98%	—	28%

\* Public shareholding as classified under category B in the shareholding pattern in Clause 35/40A of the Listing Agreement.

\*\*Please refer to Note 5 in the notes appended \*\*\*Please refer to Note 6 in the notes appended

### Other information:

(Rs. in Lakhs)

Description	For the Quarter Ended June 30, 2009	For the Quarter Ended June 30, 2008	For the Year Ended March 31, 2009
Staff Cost	8,737.91	9,693.32	40,065.17
Items exceeding 10% of aggregate expenditure	—	—	—
Details of Other Income:			
Miscellaneous income	2.07	0.92	11.52
Dividend received on current investments (non trade)	31.44	41.67	125.82
Net gain on sale of current investments (non trade)	—	0.25	—
Interest income on bank deposits (gross)	93.48	28.73	212.94
Write back of advance from customer	0.53	—	7.70
Research and Technology tax incentive	—	50.91	273.14
Profit on sale of Fixed Assets	0.47	0.05	8.15
Other interest income	0.03	0.01	28.93
Asset recovery charges	11.09	—	53.77
<b>Total</b>	<b>139.11</b>	<b>122.54</b>	<b>721.97</b>

(Rs. in Lakhs)

Sl. No.	Description	For the Quarter Ended June 30, 2009	For the Quarter Ended June 30, 2008	For the Year Ended March 31, 2009
1	Segment Revenue			
	a. Telecom Software Services	12,934.54	14,104.45	59,561.06
	b. Telecom Software Products	109.57	1,833.19	6,146.43
	c. Automotive, Utilities and Industrial	10.50	2.72	60.39
	d. Network Engineering Services	896.54	873.11	4,013.45
	<b>Total</b>	<b>13,951.15</b>	<b>16,813.47</b>	<b>69,781.33</b>
	Less: Inter segment revenue	—	—	—
	<b>Net Sales/Income from Operations</b>	<b>13,951.15</b>	<b>16,813.47</b>	<b>69,781.33</b>
2	Segment Results			
	(Profit+)/Loss(-) before tax and interest from each segment			
	a. Telecom Software Services	3,231.47	4,487.35	19,027.62
	b. Telecom Software Products	(90.00)	516.34	746.89
	c. Automotive, Utilities and Industrial	(40.42)	(96.82)	(338.53)
	d. Network Engineering Services	245.93	217.99	1,199.47
	<b>Total</b>	<b>3,346.98</b>	<b>5,124.86</b>	<b>20,635.45</b>
	Less: i) Interest	80.86	111.11	381.77
	ii) Other un-allocable expenditure net off un-allocable Income	1,683.82	2,377.11	8,791.81
	iii) Exchange loss/(gain)*	(1,048.65)	701.59	4,261.48
3	Provision for diminution in value of investments	—	—	117.71
	<b>Total Profit before tax</b>	<b>2,630.95</b>	<b>1,935.05</b>	<b>7,082.68</b>
4	Capital Employed - (Segment Assets - Segment Liabilities)			
	a. Telecom Software Services	28,994.52	30,351.18	30,920.79
	b. Telecom Software Products	243.23	4,056.22	1,235.48
	c. Automotive, Utilities and Industrial	352.74	255.37	435.00
	d. Network Engineering Services	2,236.66	2,397.47	2,612.98
	<b>Sub total</b>	<b>31,827.15</b>	<b>37,060.24</b>	<b>35,204.25</b>
	e. Unallocable Corporate Assets	24,900.58	17,976.76	21,550.06
	Less: Corporate Liabilities	(6,255.75)	(6,292.89)	(8,464.00)
	<b>Total Capital Employed</b>	<b>50,471.98</b>	<b>48,744.11</b>	<b>48,290.31</b>

\*Please refer to Note 5 in the notes appended.

### NOTES:

- The above audited results were taken on record by the Board of Directors of the Company at its meeting held on July 17, 2009.
- The consolidated results are based on the consolidated financial statements which have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 21 – Consolidated Financial Statements and Accounting Standard (AS) 27 – Financial Reporting of Interests in Joint Ventures issued by the Institute of Chartered Accountants of India.
- The Company believes that presenting consolidated financial results has greater value, since it depicts the total financial position and results of operations of the parent company and its subsidiaries and joint ventures as if they were one economic unit. Clause 41 of the amended listing agreement requires companies to publish only consolidated financial results in the newspapers and this choice has been exercised during the first quarter of the financial year. The Company, in compliance with this provision, has opted to publish the consolidated financial results. The standalone financial results will, however, be made available to the Stock Exchanges where the company's securities are listed and will also be posted on the Company's website [www.sasken.com](http://www.sasken.com)
- Regarding Subsidiaries and Joint Venture Companies:
  - The results of the following companies are consolidated in the above results: Sasken Network Engineering Ltd. (SNEL) and its subsidiary Sasken Network Solutions Inc, USA (SNSI), Sasken Communication Technologies Mexico S.A. De C.V. (Sasken Mexico), Sasken Communication Technologies (Shanghai) Co. Ltd. (Sasken China), Sasken Japan KK (Sasken Japan), Sasken Communication Technologies Oy, Finland (Sasken Oy) and its subsidiary Sasken Finland Oy (Sasken Finland), Sasken Inc, USA – all wholly owned subsidiaries; TACO Sasken Automotive Electronics Ltd. (TSAE) and ConnectM Technology Solutions Pvt. Ltd. (ConnectM) – Joint Venture companies.
  - The Board of Directors of TSAE has at the meeting held on January 9, 2009 decided to close down the operations of the company. Accordingly the financial statements of TSAE have not been prepared under the going concern assumption and all assets and liabilities have been stated at realizable values.
  - The financial results of Sasken Inc, USA and TSAE for the quarter ended June 30, 2009 are unaudited.
  - During the current quarter, the Company made the following investments in its subsidiaries and joint ventures:

Investee Company	Details	Amount (Rs.in lakhs)
Sasken Communication Technologies (Shanghai) Co. Ltd., China	Equity Share Capital	42.84
TACO Sasken Automotive Electronics Ltd.	Share Application Money	12.80

- As at the end of the period, the following amounts are due from / payable to subsidiaries:

Company	Advances (Net) (Rs.in lakhs)	Loans (Rs.in lakhs)
Sasken Network Engineering Ltd.	645.74	130.00
Sasken Communication Technologies Mexico S.A. De C.V.	631.34	—
Sasken Communication Technologies Oy	121.11	—
Sasken Finland Oy	(695.83)	—
Sasken Communication Technologies (Shanghai) Co. Ltd.	85.27	—
Sasken Inc	8.65	—
Sasken Network Solutions Inc	159.07	—
Sasken Japan KK	174.30	—

### Other Notes:

- Accounting for derivatives  
Pursuant to The Institute of Chartered Accountants of India's (ICAI) Announcement dated March 29, 2008 on "Accounting for Derivatives", the Company based on the principles of prudence enunciated in Accounting Standard-1 on "Disclosure of Accounting Policies", recognizes mark to market losses on derivative contracts outstanding, (including forward contracts for highly probable collections), to the extent the losses are not offset by the fair value gain on the underlying hedge items. For the purpose of arriving at the net losses, on foreign currency derivative contracts, the Company considers foreign currency derivative contracts as one portfolio. During the quarter ended June 30, 2009 there was a mark to market gain of Rs. 254.53 lakhs, which has not been recognized.
- Scheme of Arrangement  
The Board of Directors, at its meeting held on December 15, 2008 resolved to approach the High Court of Karnataka, Bangalore to create a Business Restructuring Reserve to be carved out from Securities Premium account in terms of a Scheme under Sec 391 / 394 of the Companies Act, whereby inter-alia, the losses on impairment of capitalized software products will be adjusted against the said Reserve. The Scheme has been approved by the shareholders and creditors and has been notified to the stock exchanges and is pending before the Honorable High Court of Karnataka. The Company has provided for impairment loss of Rs. 1,519.70 lakhs, during year ending March 31, 2009, as exceptional item, in respect of capitalized software products, which is subject to reversal in terms of the scheme after its becoming effective in law.
- Mr. Bharat V. Patel was co-opted as an Independent Director on 16th July 2009 in the casual vacancy caused by the resignation of Mr. Vinod K. Dham.
- During the quarter, 1,870,000 options have been granted to eligible employees under the ESOP 2006 Scheme.
- Previous period figures have been re-grouped/re-arranged, wherever necessary to conform to the current period presentation.
- Information on Investor Complaints for the quarter:

Nature of complaints received	Opening Balance	Additions	Disposal	Closing Balance
Non receipt of Dividend	Nil	1	1	Nil

For Sasken Communication Technologies Ltd.

Place: Bangalore  
Date: July 17, 2009

**Rajiv C. Mody**  
Chairman & Managing Director