

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2011

(Rs. in Lakhs)

Sl. No.	Particulars	For the Quarter Ended 30/06/2011	For the Quarter Ended 30/06/2010	For the Year Ended 31/03/2011
1	Net Sales/Income from Operations	13,001.84	14,576.36	54,637.97
2	Expenditure			
	a. Decrease/(Increase) in stock in trade and work in progress	36.30	77.38	4.08
	b. Consumption of raw materials	126.10	3.71	258.62
	c. Purchase of traded goods	-	-	-
	d. Employees cost	8,372.50	8,655.68	34,086.23
	e. Depreciation & Amortization	532.67	981.53	3,216.58
	f. Other expenditure	2,852.43	3,021.97	10,651.52
	g. Total	11,920.00	12,740.27	48,217.03
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	1,081.84	1,836.09	6,420.94
4	Other Income	310.25	855.14	1,813.19
5	Profit before Interest and Exceptional Items (3+4)	1,392.09	2,691.23	8,234.13
6	Interest	16.72	37.70	113.35
7	Profit after Interest but before Exceptional Items (5-6)	1,375.37	2,653.53	8,120.78
8	Exceptional items	-	-	-
9	Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	1,375.37	2,653.53	8,120.78
10	Tax expense	305.14	348.44	792.59
11	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)	1,070.23	2,305.09	7,328.19
12	Extraordinary Item (net of tax expense)	-	-	-
13	Net Profit(+)/ Loss(-) for the period (11-12)	1,070.23	2,305.09	7,328.19
14	Paid-up equity share capital (at par Value of Rs.10 each)	2,558.62	2,735.35	2,618.58
15	Reserves excluding revaluation reserves	40,170.67	37,789.43	39,884.97
16	Earnings Per Share (EPS)			
	a) Basic and diluted EPS before Extraordinary items for the quarter, for the previous quarter and for the previous year			
	- Basic	4.16	8.45	26.89
	- Diluted	4.03	8.08	25.94
	b) Basic and diluted EPS after Extraordinary items for the quarter, for the previous quarter and for the previous year			
	- Basic	4.16	8.45	26.89
	- Diluted	4.03	8.08	25.94
17	Public Shareholding			
	- No. of shares	17,991,227	19,758,552	18,590,844
	- Percentage of shareholding	70.32%	72.23%	71.00%
18	Promoters and promoter group Shareholding			
	a) Pledged/Encumbered			
	- Number of shares	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-
	- Percentage of shares (as a% of the total share capital of the company)	-	-	-
	b) Non-encumbered	7,594,949	7,594,949	7,594,949
	- Number of Shares			
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
	- Percentage of shares (as a% of the total share capital of the company)	29.68%	27.77%	29.00%

Sasken Communication Technologies Limited - Consolidated

(Rs. in Lakhs)

	For the Quarter Ended Jun 30 2011	For the Quarter Ended Jun 30 2010	For the Year Ended Mar 31 2011
Details of Other Income			
Miscellaneous income	12.06	59.55	83.38
Dividend received on current investments (non trade)	112.08	176.89	700.70
Net gain on sale of current investments (non trade)	3.89	0.63	8.34
Interest income on bank deposits (gross)	45.82	9.27	60.71
Gain on dillution of investment in joint venture	-	-	100.27
Write back of unclaimed balances/ provisions	6.88	0.26	35.65
Investment write off / Provision for / (reversal of) diminution in value of investments	-	-	45.30
Profit on sale of Fixed Assets	52.63	0.02	37.05
Other interest income	31.73	-	-
Exchange gain	45.16	608.52	741.79
Total	310.25	855.14	1,813.19

SASKEN COMMUNICATION TECHNOLOGIES LIMITED
139/25, RING ROAD, DOMLUR, BANGALORE 560 071
AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2011

(Rs. in Lakhs)

Sl. No.		For the Quarter ended June 30, 2011	For the Quarter ended June 30, 2010	For the Year ended March 31, 2011
1	Segment Revenue			
a.	Software Services	10,754.38	12,298.27	44,607.09
b.	Software Products	1,146.92	1,230.50	5,606.00
c.	Automotive, Utilities and Industrial	227.87	1.99	409.25
d.	Network Engineering Services	1,285.57	1,045.60	4,444.03
	Total	13,414.74	14,576.36	55,066.37
	Less Inter segment revenue	412.90	-	428.40
	Net Sales/Income from Operations	13,001.84	14,576.36	54,637.97
2	Segment Results (Profit+)/Loss(-) before tax and interest from each segment)			
a.	Software Services	2,517.77	3,101.90	10,125.38
b.	Software Products	378.18	499.70	3,442.50
c.	Automotive, Utilities and Industrial	6.68	(79.92)	(363.76)
d.	Network Engineering Services	429.90	429.43	1,240.98
	Total	3,332.53	3,951.11	14,445.10
	Less: i) Interest	16.72	37.70	113.35
	ii) Other un-allocable expenditure net off un-allocable Income	1,985.60	1,868.40	6,998.06
	iii) Exchange loss/ (gain)	(45.16)	(608.52)	(741.79)
	iv) Provision for/ (reversal of) diminution in value of investments	-	-	(45.30)
	Total Profit before tax	1,375.37	2,653.53	8,120.78
3	Capital Employed - (Segment Assets - Segment Liabilities)			
a.	Software Services	15,015.50	16,425.22	14,103.75
b.	Software Products	908.57	380.76	760.72
c.	Automotive, Utilities and Industrial	499.19	119.14	95.99
d.	Network Engineering Services	1,867.81	2,096.74	1,724.71
	Sub total	18,291.07	19,021.86	16,685.17
e.	Unallocable Corporate Assets	30,809.78	30,459.62	32,375.82
	Less: Corporate Liabilities	(6,233.82)	(8,824.70)	(6,406.90)
	Total Capital Employed	42,867.03	40,656.78	42,654.09

NOTES:

- 1) The above audited results were taken on record by the Board of Directors of the Company at its meeting held on July 22, 2011.
- 2) The 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 ("AS 21") and Accounting Standard (AS) 27 - Financial Reporting of Interests in Joint Ventures ("AS 27") (notified by Companies Accounting Standards Rules, 2006). The financial results are presented in the format in Annexure I of Clause 41 of Listing Agreement consequent to the revised Schedule VI of the Companies Act, 1956 notified by the Government of India effective 1st April 2011. The standalone financial results are 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.
- 3) Following are the particulars of the Company (for the quarter, on a standalone basis):
Turnover: Rs. 9,438.00 lakhs
Profit before Tax: Rs. 1,314.18 lakhs
Profit after tax: Rs. 1,123.20 lakhs

4) Regarding Subsidiaries and Joint Venture companies:**a) Results of the following companies are consolidated in the above results:**

Sasken Network Engineering Ltd. and its subsidiary Sasken Network Solutions Inc, USA, Sasken Communication Technologies Mexico S.A. de C.V., Sasken Communication Technologies (Shanghai) Co. Ltd., Sasken Japan KK, Sasken Communication Technologies Oy, Finland and its subsidiary Sasken Finland Oy, Sasken Inc, USA - all wholly owned subsidiaries; and ConnectM Technology Solutions Pvt. Ltd. - Joint Venture company.

b) The shareholders of TACO Sasken Automotive Electronics Limited (TSAE), a joint venture company, have resolved that TSAE be wound up voluntarily. Requisite documents have been filed with the Registrar of Companies. As a result, the financial statements of TSAE have not been consolidated. Board of Directors of Sasken Mexico has, in its meeting held on January 19, 2011, decided to discontinue the operations of the Company. Accordingly its financial statements have not been prepared under the going concern assumption and all assets have been considered at realizable values and all liabilities have been considered at their estimated pay-outs.

c) During the quarter, the Company made the following investments in its Subsidiaries/Joint Ventures:

Investee Company	Details	Amount (Rs. In lakhs)
Sasken Communication Technologies Oy	Unrestricted Equity	533.78
ConnectM Technology Solutions Pvt. Ltd.	Equity	440.80
Sasken Communication Technologies (Shanghai) Co.Ltd.	Equity	71.77

d) As at the end of the period, the following amounts are due from/ (payable to) Subsidiaries:

<i>Company</i>	<i>Loans (Rs. In lakhs)</i>	<i>Other Balances(Net) (Rs.in lakhs)</i>
Sasken Network Engineering Ltd.	-	(18.79)
Sasken Communication Technologies Mexico S.A. de C.V.	-	(2.84)
Sasken Finland Oy	-	309.34
Sasken Communication Technologies (Shanghai) Co. Ltd.	-	(22.61)
Sasken Inc	1,352.65	705.30
Sasken Network Solutions Inc	-	2.43
Sasken Japan KK	-	(61.19)

Other Notes:

5) Scheme of Arrangement:

The Company approached 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 Section 391 / 394 of the Companies Act, whereby the Business Restructuring Expenses (as covered by the Scheme) will be adjusted against the said Reserve. Pursuant to the Scheme and as approved by the High Court of Karnataka, vide its order dated March 31, 2010, a sum of Rs.14,578.08 lakhs was transferred from the Securities Premium Account and credited to Business Restructuring Reserve Account during the year ended March, 31,2010.

Further during the year ended March 31, 2010, impairment loss on capitalized software amounting to Rs.1,519.70 lakhs, which was charged to Profit and Loss Account in the previous year as exceptional item, being considered as a Restructuring Expense incurred after the Appointed Date, i.e., April 1, 2008, was adjusted against the Business Restructuring Reserve Account.

During the year ended March 31, 2011, the Company evaluated its investment in subsidiaries and joint ventures for the purpose of determination of potential diminution in value. Based on such evaluation and considering the underlying factors including downturn in the business of Sasken Finland and the decrease in related activities/businesses, the Company identified and recognized a provision for diminution in the value of investments/goodwill in Sasken Communication Technologies Oy amounting to Rs.13,058.38 lakhs. The diminution in value of such investments/goodwill being considered as a restructuring expense incurred after the Appointed Date, i.e., April 1, 2008, was adjusted against the Business Restructuring Reserve Account in accordance with the Scheme.

Had the Scheme not prescribed the aforesaid treatment, the amounts would be as under:

(i) In the Profit and Loss Account:

Item	Amount in Rs. Lakhs	
	For the quarter ended June 30, 2011	For the quarter ended June 30, 2010
Impairment loss of Goodwill	-	13,058.38
Profit /(Loss) after Tax	1,070.23	(10,753.29)

(ii) In the Balance Sheet:

Item	Amount in Rs. Lakhs	
	As at June 30, 2011	As at March 31, 2011
<u>Reserves & Surplus:</u>		
Securities Premium Account	26,345.96	27,367.29
Business Restructuring Reserve Account	-	-
Profit and Loss Account Balance	10,523.41	9,453.18

Consequent to the aforesaid adjustment, the entire amount in BRR has been utilized by the Group during the year ended March 31, 2011.

6) Employee Stock Option Plan

During the quarter ended June 30, 2011, 105,150 options have been exercised and 129,750 were allotted to employees / non-executive directors, on exercise of options.

7) In terms of decision of the Board of Directors dated October 21, 2010 and in accordance with the provisions of the Companies Act, 1956 and the Securities and Exchange Board of India (Buy-back of Securities) Regulations, 1998, the Company offered to buy-back its equity shares of face value of Rs.10 each, up to a maximum amount of Rs.3,454 lakhs at a maximum price of Rs.260 per share from open market. The Company commenced the buy-back on December 02, 2010 and closed the same on May 26, 2011 and has bought back 21,62,000 equity shares at an average price of Rs.159.26 per share (excluding brokerage and other taxes), utilizing a sum of Rs.3,443 lakhs. The amount paid towards buy-back of shares, in excess of the face value, has been appropriated out of Securities Premium Account. In terms of the provisions of Section 77A of the Companies Act, 1956 and SEBI (Buy Back of Securities) Regulations 1998, all the shares bought back have been extinguished.

8) Information on investor complaints for the quarter:

Nature of complaints received	Opening Balance	Additions	Disposal	Closing Balance
Non receipt of Dividend / Annual Report	Nil	10	10	Nil

9) Previous period figures have been re-grouped/re-arranged, wherever necessary to conform to the current period's presentation.

For Sasken Communication Technologies Ltd.

Place: Bangalore
Date: July 22, 2011

Rajiv C. Mody
Chairman & Managing Director