Sasken Communication Technologies Limited

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	AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006				
	(Rs. in Lakhs except share data)				
SI.		For the	For the Quarter ended	For the Year ended	
No.		Quarter ended			
		June 30 2006	June 30 2005	March 31 200	
1	Revenues from Software Services & Products	7,688.26	5,889.05	26,754.43	
2	Cost of Revenue	5,209.36	3,796.61	16,667.46	
3	Research & Development Expenses				
	(including Product Engineering Expenses)	291.14	414.79	1,318.27	
4	Gross Profit	2,187.76	1,677.65	8,768.70	
5	Selling and Marketing Expenses	463.17	553.93	2,267.45	
6	Administrative and General Expenses	819.55	696.64	3,006.28	
7	Profit from operations before Interest,				
	Depreciation and Amortisation	905.04	427.08	3,494.97	
8	Amortisation of Non Compete Fees	42.77	ñ	94.03	
9	Interest	0.54	0.02	0.20	
10	Depreciation	355.65	320.01	1,551.99	
11	Other Income/(Expense)	56.90	196.67	650.36	
12	Profit Before Tax and exceptional items	562.98	303.72	2,499.11	
13	Exceptional Items	ñ	ñ	676.08	
14	Profit Before Tax	562.98	303.72	1,823.03	
15	Provision for taxation (Current & Deferred)	(22.51)	59.71	461.96	
16	Fringe Benefit tax	26.02	15.28	70.60	
17	Profit After Taxes	559.47	228.73	1,290.47	
18	Paid-up Equity Share Capital (at par value of Rs.10 each)	2,797.68	2,251.15	2,793.64	
19	Reserves excluding revaluation reserves	ñ	ñ	34,600.40	
20	Basic and diluted EPS for the period, for the year to date				
	and for the previous year after exceptional items				
	(not annualised) (par value of Rs. 10 per share)				
	Basic EPS	2.00	1.06	5.11	
	Diluted EPS	1.97	1.05	5.00	
21	Proposed Dividend	ñ	ñ	838.09	
22	Aggregate of Public Shareholding (Unaudited)				
	Number of shares	20,387,521	14,793,189	20,347,123	
	Percentage of shareholding	72.87%	65.71%	72.83%	

	For the Quarter ended June 30 2006	For the Quarter ended June 30 2005	For the Year ended March 31 2006
Staff Cost	4,804.64	3,969.59	16,360.65
Items exceeding 10% of aggregate expenditure	ñ	ñ	ñ
Details of Other Income :			
Miscellaneous Income	0.06	0.04	5.43
Dividend received on current investments(non trade)	213.16	69.46	542.42
Net gain on sale of current investments (non trade)	8.53	2.66	5.96
Interest income on Bank Deposits (Gross)	0.06	7.49	8.28
Net profit on sale of Long Term Investments (non trade)	ñ	ñ	26.12
Reversal of provision for diminution in value of long term			
investments (non trade)	3.60	ñ	25.09
Other interest income	0.02	0.55	3.22
Exchange Gain/(Loss), Net	(168.53)	116.47	33.84
Total	56.90	196.67	650.36

SI. No.		For the Quarter ended June 30 2006	For the Quarter ended June 30 2005	For the Year ended March 31 2006
1	Segment Revenue			
a.	Software Services	7,328.56	5,347.07	24,003.42
b.	Software Products	359.70	541.98	2,751.01
	Total	7,688.26	5,889.05	26,754.43
	Less Inter Segment Revenue	ñ	ñ	ñ
	Net Sales/Income from Operations	7,688.26	5,889.05	26,754.43
2	Segment Results			
	(Proft(+)/Loss (-) before tax and interest from each segment)			
a.	Software Services	2,391.51	1,558.75	7,829.54
b.	Software Products	(520.40)	(152.99)	(424.41)
	Total	1,871.11	1,405.76	7,405.13
	Less: i) Interest	0.54	0.02	0.20
	ii) Other un-allocable expenditure net of un-allocable Income	1,307.59	1,102.02	4,905.82
	Total Profit Before Tax and Exceptional items	562.98	303.72	2,499.11
	Exceptional Item	ñ	ñ	676.08
	Total Profit Before Tax	562.98	303.72	1,823.03
3	Capital Employed (Segment Assets - Segment Liabilities)			
а.	Software Services	7,331.52	4,636.81	6,034.59
b.	Software Products	3,436.58	1,070.66	2,743.98
	Sub total	10,768.10	5,707.47	8,778.57
C.	Unallocated Corporate Assets	29,296.64	19,422.41	30,718.00
	Less Corporate Liabilities	(2,656.73)	(865.76)	(2,102.53)
	Total Capital Employed	37,408.01	24,264.12	37,394.04

SI.			(Rs. in Lakhs e	except share data)
		For the	For the	For the
No.		Quarter ended June 30 2006	Quarter ended June 30 2005	
1	Revenue from Software Services, Products & Network Engineering Services	9.112.33	6,774.20	30,812.79
2	Cost of Revenue	5,984.98	4,244.43	18,883.47
3	Research & Development Expenses		.,	
	(including Product Engineering Expenses)	210.18	414.76	1,134.68
4	Gross Profit	2,917.17	2,115.01	10,794.64
5 6	Selling and Marketing Expenses Administrative and General Expenses	479.84	563.62 781.24	2,292.43
7	Profit from Operations before Interest, Depreciation and Amortisation	1,048.71 1,388.62	770.15	3,500.51 5,001.70
8	Amortisation of Non Compete Fees	42.77	ñ	94.03
9	Interest	2.63	3.83	14.30
10	Depreciation	507.07	349.20	1,880.41
11	Other Income/(Expense)	78.28	197.35	640.72
12 13	Profit Before Tax and exceptional items Exceptional Items	914.43 ñ	614.47 ñ	3,653.68 676.08
14	Profit Before Tax	914.43	614.47	2,977.60
15	Provision for Income Tax (Current & Deferred)	9.98	117.98	575.57
16	Fringe Benefit Tax	39.65	19.28	110.41
17	Profit After Taxes	864.80	477.21	2,291.62
18 19	Paid-up Equity Share Capital (at par value of Rs.10 each) Reserves excluding revaluation reserves	2,797.68	2,251.15 ñ	2,793.64
20	Basic and diluted EPS for the period, for the year	n ñ		35,708.37
20	to date and for the previous year after exception			
	items (not annualised) (par value of Rs. 10 each)			
	Basic EPS	3.09	2.22	9.08
~	Diluted EPS	3.05	2.19	8.87
21 22	Proposed Dividend Aggregate of Public Shareholding (Unaudited)	n ñ	ñ	838.09
22	Number of shares	20,387,521	14,793,189	20,347,123
	Percentage of shareholding	72.87%	65.71%	72.83%
Othe	er Information		1	1
		For the	For the	For the
		Quarter ended June 30 2006	Quarter ended June 30 2005	Year ended March 31 2006
Sta	ff Cost	5,997.27	4,386.69	19,833.90
	ns exceeding 10% of aggregate expenditure	ñ	ñ	ñ
	ails of Other Income: cellaneous income	0.06	0.04	E 40
	idend received on current investments(non trade)	0.06	0.04	5.43
			60.46	542 42
Net		217.60 8.53	69.46 2.66	542.42 5.96
	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross)			
Inte Net	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade)	8.53	2.66	5.96
Inte Net Rev	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term	8.53 0.48 ñ	2.66 7.49 ñ	5.96 8.28 26.12
Inte Net Rev inve	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade)	8.53 0.48 ñ 3.60	2.66 7.49 ñ	5.96 8.28 26.12 25.09
Inte Net Rev inve Oth	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income	8.53 0.48 ň 3.60 0.06	2.66 7.49 ñ 0.55	5.96 8.28 26.12 25.09 3.22
Inte Net Rev inve Oth	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income change Gain/(Loss), Net	8.53 0.48 ñ 3.60	2.66 7.49 ñ	5.96 8.28 26.12 25.09
Inte Net Rev inve Oth Exc Tot	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income change Gain/(Loss), Net	8.53 0.48 ň 3.60 0.06 (152.05) 78.28	2.66 7.49 ň 0.55 117.15 197.35	5.96 8.28 26.12 25.09 3.22 24.20 640.72
Inte Net Rev inve Oth Exc	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income change Gain/(Loss), Net	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended
Inte Net Rev inve Oth Exc Tota SI. No.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income shange Gain/(Loss), Net al	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the	2.66 7.49 ñ 0.55 117.15 197.35	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended
Inte Net Rev inve Oth Exc Tota SL No.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income shange Gain/(Loss), Net al Segment Revenue	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006
Inte Net Rev inve Oth Exc Tota SI. No. 1 a.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income shange Gain/(Loss), Net al Segment Revenue Software Services	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79
Inte Net Rev inve Oth Exc Tota SI. No.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income shange Gain/(Loss), Net al Segment Revenue	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006
Inte Net Rev inve Oth Exc Tota SI. No. 1 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02
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Inte Net Rev inve Oth Exc Tota SI. No. 1 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98
Inte Net Rev Oth Exc Tot SI. No. 1 a. b. c.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment)	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79
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Inte Net Rev Oth Exc Tot SI. No. 1 a. b. c. 2 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2.63 1,561.53	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99
Inte Net Rev Oth Exc Tot SI. No. 1 a. b. c. 2 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income shange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Revelts (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 1 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2.63	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99 3,653.68
Inte Net Rev Oth Exc Tot SI. No. 1 a. b. c. 2 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 1,12.33 2,719.65 (520.40) 279.34 2,478.59 2,63 1,561.53 914.43	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 3.83 1,212.62 614.47	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99
Inte Net Rev inve Oth Exc Tota No. 1 a. b. c. 2 a. b. c. 2 3	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income hange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities)	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 1,12.33 2,719.65 (520.40) 279.34 2,478.59 2.63 1,561.53 914.43 ň 914.43	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ň 614.47	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 85,431 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60
Inte Net Rev inve Oth Exc Tota SL No. 1 a. b. c. 2 a. b. c. 2 a. b. c. 3 a.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Services Software Services Software Services Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities) Software Services	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2,63 1,561.53 914.43 ň 914.43 9,559.96	2.66 7.49 ñ 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ń 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ń 614.47 4,332.74	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60 7,034.93
Inte Net Rev inve Oth Exc Tota SL No. 1 a. b. c. 2 a. b. c. 3 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) versal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities) Software Products	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2,63 1,561.53 914.43 ň 914.43 9,559.96 3,436.58	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ň 614.47	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60 7,034.93 2,743.98
Inte Net Rev inve Oth Exc Tota SL No. 1 a. b. c. 2 a. b. c. 3 a.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income thange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Services Software Services Software Services Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities) Software Services	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2,63 1,561.53 914.43 ň 914.43 9,559.96	2.66 7.49 ñ 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ń 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ń 614.47 4,332.74	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60 7,034.93
Inte Net Rev inve Oth Exc Tota SL No. 1 a. b. c. 2 a. b. c. 3 a. b.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income hange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Services Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities) Software Products Network Engineering Services Software Services Software Products Network Engineering Services Software Products Network Engineering Services Software Products Network Engineering Services Software Products Network Engineering Services Software Products Network Engineering Services Sub total Unallocable Corporate Assets	8.53 0.48 ň 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ň 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2,63 1,561.53 914.43 9,159.96 3,436.58 1,390.70 14,387.24 27,045.83	2.66 7.49 ñ 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ñ 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ň 614.47 4,332.74 1,100.66 617.72 6,051.12 19,434.06	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 85,431 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60 7,034.93 2,743.98 1,076.61 10,855.52 29,387.28
Inte Net Rev inve Oth Exc Tot No. 1 a. b. c. 2 a. b. c. 2 a. b. c. 3 a. b. c.	gain on sale of current investments (non trade) rest income on Bank Deposits (Gross) profit on sale of Long term investments (non trade) rersal of provision for diminution in value of long term estments (non trade) er interest income hange Gain/(Loss), Net al Segment Revenue Software Services Software Products Network Engineering Services Total Less Inter segment revenue Net Sales/Income from Operations Segment Results (Profit(+)/Loss (-) before tax and interest from each segment) Software Services Software Products Network Engineering Services Total Less: i) Interest ii) Other un-allocable expenditure net of un-allocable Income Total Profit Before Tax and Exceptional Items Exceptional Item Total Profit before tax Capital Employed - (Segment Assets - Segment Liabilities) Software Products Network Engineering Services Software Products Network Engineering Services Software Services Software Products Network Engineering Services Software Products	8.53 0.48 ñ 3.60 0.06 (152.05) 78.28 For the Quarter ended June 30 2006 8,026.17 359.70 726.46 9,112.33 ñ 9,112.33 2,719.65 (520.40) 279.34 2,478.59 2.63 1,561.53 914.43 9,559.96 3,436.58 1,390.70 14,387.24	2.66 7.49 ň 0.55 117.15 197.35 For the Quarter ended June 30 2005 5,743.81 541.98 488.41 6,774.20 ň 6,774.20 1,712.93 (152.99) 270.98 1,830.92 3.83 1,212.62 614.47 ń 614.47	5.96 8.28 26.12 25.09 3.22 24.20 640.72 For the Year ended March 31 2006 25,823.79 2,751.02 2,237.98 30,812.79 ň 30,812.79 8,749.07 (424.41) 854.31 9,178.97 14.30 5,510.99 3,653.68 676.08 2,977.60 7,034.93 2,743.98 1,076.61 10,855.52

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006

<u>Notes</u>

- The above audited results were taken on record by the Board of Directors of the Company at its meeting held on 20th July, 2006. There are no qualifications in auditorsí reports for the period.
- 2 The financial statements are prepared in accordance with the principles and procedures for preparation and presentation of consolidated financial statements as set out in the Accounting Standard on Consolidated Financial Statements prescribed by the Institute of Chartered Accountants of India. The financial statements of the parent company and the subsidiaries have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra group balances and transactions and resulting unrealised gains/losses. The consolidated financial statements are prepared by applying uniform accounting policies.
- 3 During the quarter, the Company completed the acquisition of the entire share capital in Integrated SoftTech Solutions Private Limited (3,535,730 shares of Rs.10 each) for a consideration of Rs.480.82 lakhs. The audited results of Integrated SoftTech Solutions Private Limited, post the date of acquisition, for the month of June 2006 has been included in the consolidated financial statements.
- 4 Sasken Network Systems Limited (SNSL), Sasken Network Engineering Limited (SNEL), Sasken Communication Technologies Mexico S.A.De C. V. (Sasken Mexico), Sasken Communication Technologies (Shanghai) Limited (Sasken China) and Integrated SoftTech Solutions Private Limited (iSoftTech) are wholly owned subsidiaries and their results are consolidated in the above results. The financial results of Sasken China for the quarter ended 30th June, 2006 are unaudited.
- 5 During the quarter, the Company invested USD 140,000 in Sasken China as share capital and has given Rs.156.45 lakhs as loan and Rs.4.74 lakhs as advance. Sasken China is yet to commence operations.
- 6 As at the end of the quarter, the Company has invested Rs.203,169 in Sasken Mexico as share capital and has given Rs.615.33 lakhs

as loan and Rs.59.01 lakhs as advance. During the quarter, Sasken Mexico commenced operations.

- 7 Out of the amount of Rs.13,000 lakhs raised in the Initial Public Offer, Rs.584.31 lakhs have been paid towards issue expenses and the balance of Rs.12,415.69 lakhs is held as investment in Mutual Funds as at the end of the quarter. The issue expenses of Rs.584.31 lakhs have been adjusted against Securities Premium Account.
- 8 Dividend of Rs.3 per share for fiscal 2006 was approved by the shareholders of the Company at the Annual General Meeting held on 17th June 2006 and the same was paid on 28th June 2006.
- 9 During the quarter, the Authorised Capital of the Company was increased from Rs.35 crores to Rs.50 crores.
- 10 Increase in Paid up Capital is on account of allotment of 40,398 equity shares of Rs.10 each fully paid up on the exercise of Options by employees under Employees (Stock Option Scheme.
- 11 Aggregate of Public Shareholding given above as at 31st March 2006 has been computed in terms of revised Clause 35 of the Listing Agreement.
- 12 Staff costs for the quarter ended 30th June, 2006 are higher by Rs.81.05 lakhs in the Consolidated results and by Rs.50.69 lakhs on a standalone basis as a result of complying with the revised Accounting Standard 15 -Employee Benefits and consequently profits after taxes for the quarter ended 30th June, 2006 are lower by the same extent respectively.

13 Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th June, 2006:

Nature of complaints received	Opening Balance	Additions	Disposal	Closing Balance
Non receipt of Refund Orders / Non-credit of Shares	-	26	26	-

14 Previous year/quarter figures are regrouped/reclassified as applicable.

For SASKEN COMMUNICATION TECHNOLOGIES LIMITED

Rajiv C. Mody Chairman & Managing Director

Adfactors 86

Place: Bangalore Date : 20th July, 2006