



Sasken Communication Technologies Limited

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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2007

(Rs. in Lakhs except share data)

Sr. No.		For the Nine months ended December 31, 2006**	For the Quarter ended March 31, 2007 UNAUDITED	For the Quarter ended March 31, 2006 UNAUDITED	For the Year ended March 31, 2007	For the Year ended March 31, 2006
1	Revenue from Software Services & Products	27,343.44	9,287.28	6,619.38	36,630.72	26,754.43
2	Cost of Revenue	17,044.00	5,511.23	4,485.09	22,555.23	16,667.46
3	Research & Development Expenses (including Product Engineering Expenses)	1,215.30	739.97	222.78	1,955.27	1,318.27
4	Gross Profit	9,084.14	3,036.08	1,911.51	12,120.22	8,768.70
5	Selling and Marketing Expenses	1,620.75	576.98	548.88	2,197.73	2,065.18
6	Administrative and General Expenses	1,123.71	1,123.71	656.47	4,284.66	3,208.55
7	Profit from operations before Interest, Depreciation and Amortisation	4,302.44	1,335.39	706.16	5,637.83	3,494.97
8	Amortisation of Non Compete Fees & Capitalised software costs	162.78	325.49	31.33	488.27	94.03
9	Interest	64.59	-	-	64.59	0.20
10	Depreciation	1,136.62	511.35	414.28	1,647.97	1,551.99
11	Other Income/(Expense)	476.34	503.54	171.27	979.88	650.36
12	Profit Before tax and exceptional items	3,414.79	1,002.09	431.82	4,416.88	2,499.11
13	Exceptional Items	-	-	-	-	676.08
14	Profit before tax	3,414.79	1,002.09	431.82	4,416.88	1,823.03
15	Provision for taxation (Current & Deferred)	390.25	124.27	63.49	514.52	461.96
16	Fringe Benefit Tax	84.79	4.47	14.24	89.26	70.60
17	Profit after Taxes	2,939.75	873.35	354.09	3,813.10	1,290.47
18	Paid-up equity share capital (at par value of Rs.10 each)	2,821.80	2,850.01	2,793.64	2,850.01	2,793.64
19	Reserves excluding revaluation reserves	38,239.28	38,990.11	34,600.40	38,990.11	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	10.49	3.09	1.27	13.57	5.11
	Diluted EPS	10.33	3.03	1.25	13.36	5.00
21	Proposed Dividend	-	1,140.01	838.09	1,140.01	838.09
22	Aggregate of Public Shareholding (Unaudited)					
	* Number of shares	20,669,624	20,981,232	20,345,623	20,981,232	20,345,623
	* Percentage of shareholding	73.25%	73.62%	72.83%	73.62%	72.83%

* Non promoter shareholding as classified under category B in the shareholding pattern in Clause 35 of the Listing agreement.
** Impact of AS 15 has been ignored while computing the figures for the Nine months ended December 31, 2006.

Other Information :

	For the Nine months ended December 31, 2006	For the Quarter ended March 31, 2007	For the Quarter ended March 31, 2006	For the Year ended March 31, 2007	For the Year ended March 31, 2006
Staff Cost	16,925.15	5,933.20	4,076.09	22,858.35	16,360.65
Items exceeding 10% of aggregate expenditure	-	-	-	-	-
Details of Other Income :					
Miscellaneous income	0.88	0.99	1.30	1.87	5.43
Dividend received on current investments(non trade)	399.00	64.36	158.41	463.36	542.42
Net gain on sale of current investments(non trade)	168.27	-	(1.40)	168.27	5.96
Interest income on Bank Deposits (Gross)	3.99	2.37	0.10	6.36	8.28
Net profit on sale of long term investments (non trade)	-	-	26.12	-	26.12
Writeback of liabilities no longer required	60.94	0.06	-	61.00	-
Adjustments in value of long term investments (non trade)	-	-	25.09	-	25.09
Other interest income	7.76	1.14	2.01	8.90	3.22
Exchange gain/(loss), Net	(164.50)	399.66	(40.36)	235.16	33.84
Interest on Loan/Optionally Convertible Debentures to Subsidiary companies	-	34.96	-	34.96	-
Total	476.34	503.54	171.27	979.88	650.36

Sr. No.		For the Nine months ended December 31, 2006	For the Quarter ended March 31, 2007 UNAUDITED	For the Quarter ended March 31, 2006 UNAUDITED	For the Year ended March 31, 2007	For the Year ended March 31, 2006
1	Segment Revenue	25,942.76	8,414.55	6,177.26	34,357.31	24,003.42
a.	Software Services	1,400.68	872.73	442.12	2,273.41	2,751.01
b.	Software Products	27,343.44	9,287.28	6,619.38	36,630.72	26,754.43
	Less Inter segment revenue	-	-	-	-	-
	Net Sales/Income from Operations	27,343.44	9,287.28	6,619.38	36,630.72	26,754.43
2	Segment Results (Profit+/-/Loss(-) before tax and interest from each segment)					
a.	Software Services	9,388.02	3,002.44	2,036.78	12,390.46	7,829.54
b.	Software Products	(1,339.11)	(706.90)	(491.46)	(2,046.01)	(424.41)
	Total	8,048.91	2,295.54	1,545.32	10,344.45	7,405.13
	Less: i) Interest	64.59	-	-	64.59	0.20
	ii) Other un-allocable expenditure net off un-allocable Income	4,569.58	1,293.45	1,113.50	5,862.98	4,905.82
	Total Profit Before Tax and Exceptional Items	3,414.74	1,002.09	431.82	4,416.88	2,499.11
	Exceptional Item	-	-	-	-	676.08
	Total Profit before tax	3,414.74	1,002.09	431.82	4,416.88	1,823.03
3	Capital Employed (Segment Assets - Segment Liabilities)					
a.	Software Services	7,199.92	7,712.89	6,034.59	7,712.89	6,034.59
b.	Software Products	4,197.88	4,858.19	2,743.98	4,858.19	2,743.98
	Sub total	11,397.80	12,571.08	8,778.57	12,571.08	8,778.57
c.	Unallocated corporate assets	32,278.78	33,235.56	30,718.00	33,235.56	30,718.00
	Less Corporate liabilities	(2,615.50)	(3,966.52)	(2,102.53)	(3,966.52)	(2,102.53)
	Total Capital Employed	41,061.08	41,840.12	37,394.04	41,840.12	37,394.04

Notes

- The above audited results were taken on record by the Board of Directors of the Company at its meeting held on 20th April 2007. There are no qualifications in Auditors' Reports for the period.
- 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 value of like items of Assets, Liabilities, Income and Expenses after eliminating intra group balances and transactions and resulting unrealized gains / losses. The Consolidated Financial Statements are prepared by applying uniform accounting policies.
- The Directors have recommended dividend of Rs. 4 per equity share of Rs.10 each for the financial year ended 31st March 2007 amounting to Rs. 1140.00 lakhs. This is subject to the approval of the shareholders.
- (a) The merger of Integrated SoftTech Solutions Private Ltd.(iSoftTech), a wholly owned subsidiary with the Company has been completed during the quarter pursuant to the orders of the Hon'ble High Courts of Karnataka and Madras with the appointed date being April 1, 2006. Consequently to the above, the figures for the quarter ended 31.03.2007, nine months ended 31.12.2006 and year ended 31.03.2007 given above include the results of iSoftTech. The debit balance in Profit & Loss account of iSoftTech as at April 1, 2006, and the excess of purchase consideration, over the paid up share capital of iSoftTech have been adjusted with the General Reserve of the Company.
(b) The merger of Botnia Hardware Oy and Ionific Oy, the wholly owned subsidiaries of Botnia Hightech Oy, Finland has also been completed as at March 31, 2007. Effective 2nd April 2007, Botnia Hightech Oy has been renamed as Sasken Finland Oy.
- Sasken Network Engineering Limited (SNEL), Sasken Communication Technologies Mexico S.A. De C.V. (Sasken Mexico), Sasken Communication Technologies (Shanghai) Limited (Sasken China), Sasken Communication Technologies Oy and therefore Sasken Finland Oy are wholly owned subsidiaries and their results are consolidated in the above results. The financial results of Sasken China for the year ended 31st March 2007 are unaudited.
- Investments in Subsidiaries: The Company invested Rs. 8.83 lakhs in the equity capital of China, thereby increasing the total investment in Sasken China to Rs. 114.55 lakhs.

Place: Bangalore
Date : 20th April 2007

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2007

(Rs. in Lakhs except share data)

Sr. No.		For the Nine months ended December 31, 2006**	For the Quarter ended March 31, 2007 UNAUDITED	For the Quarter ended March 31, 2006 UNAUDITED	For the Year ended March 31, 2007	For the Year ended March 31, 2006
1	Revenue from Software services, Products & Network Engineering Services	34,173.18	13,539.72	7,805.24	47,712.90	30,812.79
2	Cost of revenue	21,472.83	8,283.01	5,136.91	29,755.84	18,883.47
3	Research & Development Expenses (including Product Engineering Expenses)	1,215.30	739.97	222.78	1,955.27	1,318.27
4	Gross Profit	11,485.05	4,516.74	2,445.55	16,001.79	10,611.05
5	Selling and Marketing Expenses	1,762.41	710.10	552.48	2,472.51	2,084.43
6	Administrative and General Expenses	4,246.61	1,706.70	842.36	5,953.31	3,708.51
7	Profit from operations before Interest, Depreciation and Amortisation	5,476.03	2,099.94	1,050.71	7,575.97	4,818.11
8	Amortisation	162.78	325.49	31.33	488.27	94.03
9	Interest	342.22	105.00	3.45	447.22	14.30
10	Depreciation	1,480.70	700.99	453.04	2,181.69	1,696.82
11	Other Income/(Expense)	500.34	474.34	172.03	974.68	640.72
12	Profit before tax and exceptional items	3,990.67	1,442.80	734.92	5,433.47	3,653.68
13	Exceptional Items	-	-	-	-	676.08
14	Profit before tax	3,990.67	1,442.80	734.92	5,433.47	2,977.60
15	Provision for income tax (Current & Deferred)	610.96	254.31	78.83	865.27	575.57
16	Fringe Benefit Tax	123.79	17.47	27.38	141.26	110.41
17	Profit After Taxes	3,255.92	1,171.02	628.71	4,426.94	2,291.62
18	Paid-up equity share capital (at par value of Rs.10 each)	2,821.80	2,850.01	2,793.64	2,850.01	2,793.64
19	Reserves excluding revaluation reserves	38,263.75	39,325.14	35,708.37	39,325.14	35,708.37
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 each)					
	Basic EPS	11.61	4.14	2.25	15.75	9.08
	Diluted EPS	11.44	4.06	2.22	15.52	8.87
21	Proposed Dividend	-	1,140.01	838.09	1,140.01	838.09
22	Aggregate of Public Shareholding					
	* Number of shares	20,669,624	20,981,232	20,345,623	20,981,232	20,345,623
	* Percentage of shareholding	73.25%	73.62%	72.83%	73.62%	72.83%

* Non promoter shareholding as classified under category B in the shareholding pattern in Clause 35 of the Listing agreement.
** Impact of AS 15 has been ignored while computing the figures for the Nine months ended December 31, 2006.

Other Information :

	For the Nine months ended December 31, 2006	For the Quarter ended March 31, 2007	For the Quarter ended March 31, 2006	For the Year ended March 31, 2007	For the Year ended March 31, 2006
Staff Cost	20,652.88	8,396.76	4,571.09	29,049.64	18,144.85
Items exceeding 10% of aggregate expenditure	-	-	-	-	-
Details of Other Income:					
Miscellaneous income	72.01	3.03	1.30	75.04	5.43
Dividend received on current investments(non trade)	399.00	64.36	158.41	463.36	542.42
Net gain on sale of current investments(non trade)	168.27	-	(1.40)	168.27	5.96
Interest income on Bank Deposits (Gross)	14.87	10.38	0.10	25.25	8.28
Net profit on sale of long term investments (non trade)	-	-	26.12	-	26.12
Adjustments in value of long term investments (non trade)	-	-	25.09	-	25.09
Profit on sale of FA	-	0.01	-	0.01	-
Other interest income	0.04	8.86	2.01	8.90	3.22
Exchange gain/(loss), Net	(153.85)	387.70	(39.59)	233.85	24.20
Total	500.34	474.34	172.03	974.68	640.72

Sr. No.		For the Nine months ended December 31, 2006	For the Quarter ended March 31, 2007 UNAUDITED	For the Quarter ended March 31, 2006 UNAUDITED	For the Year ended March 31, 2007	For the Year ended March 31, 2006
1	Segment Revenue	30,534.38	12,016.67	6,672.55	42,551.05	25,823.79
a.	Software Services	1,400.68	872.73	442.12	2,273.41	2,751.01
b.	Software Products	2,238.12	650.32	690.56	2,888.44	2,237.98
	Total	34,173.18	13,539.72	7,805.24	47,712.90	30,812.79
	Less Inter segment revenue	-	-	-	-	-
	Net Sales/Income from Operations	34,173.18	13,539.72	7,805.24	47,712.90	30,812.79
2	Segment Results (Profit+/-/Loss(-) before tax and interest from each segment)					
a.	Software Services	10,777.52	4,146.98	2,332.74	14,924.50	8,749.07
b.	Software Products	(1,306.84)	(739.16)	(491.45)	(2,046.00)	(424.41)
c.	Network Engineering Services	727.01	223.51	204.44	950.52	854.31
	Total	10,197.69	3,631.33	2,045.73	13,829.02	9,178.97
	Less: i) Interest	342.22	105.00	3.45	447.22	14.30
	ii) Other un-allocable expenditure net off un-allocable Income	5,864.80	2,083.53	1,307.37	7,948.33	5,510.99
	Total Profit Before Tax and Exceptional Items	3,990.67	1,442.80	734.91	5,433.47	3,653.68
	Exceptional Item	-	-	-	-	676.08
	Total Profit before tax	3,990.67	1,442.80	734.91	5,433.47	2,977.60
3	Capital Employed - (Segment Assets - Segment Liabilities)					
a.	Software Services	21,493.47	22,108.87	7,034.93	22,108.87	7,034.93
b.	Software Products	4,197.88	4,858.19	2,744.00	4,858.19	2,744.00