



Sasken Communication Technologies Limited

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AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2008

(Rs. in Lakhs except share data)

Sl. No.		For the Quarter Ended June 30, 2008	For the Quarter ended June 30, 2007	For the Year ended March 31, 2008
1	Revenue from Telecom Software Services, Telecom Software Products & Network Engineering Services	16,813.47	12,837.23	57,017.71
2	Cost of Revenue	10,595.40	8,474.20	37,392.93
3	Research & Development Expenses (including Product Engineering Expenses)	142.37	900.10	2,163.32
4	Gross Profit	6,075.70	3,462.93	17,461.46
5	Selling and Marketing Expenses	763.80	708.00	2,994.12
6	Administrative and General Expenses	1,649.19	1,764.63	6,547.97
7	Profit from operations before Interest, Depreciation and Amortisation	3,662.71	990.30	7,919.37
8	Amortisation	344.98	371.07	1,436.86
9	Interest	111.11	101.18	402.58
10	Depreciation	692.52	673.41	2,741.64
11	Other Income	(579.05)	1,058.72	2,342.66
12	Profit before Tax	1,935.05	903.36	5,680.95
13	Provision for Income Tax (Current & Deferred)	522.29	222.06	1,557.98
14	Fringe Benefit Tax	41.34	42.71	184.54
15	Profit After Taxes	1,371.42	638.59	3,938.43
16	Paid-up equity share capital (at par value of Rs.10 each)	2,856.08	2,850.01	2,856.08
17	Reserves excluding revaluation reserves	45,888.03	38,657.65	43,027.73
18	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	4.80	2.24	13.80
	Diluted EPS	4.80	2.21	13.80
19	Dividend	-	-	1,142.43
20	Aggregate of Public Shareholding*			
	Number of shares	21,008,818	20,981,232	21,008,818
	Percentage of shareholding	73.56%	73.62%	73.56%

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

Other Information:

	For the Quarter Ended June 30, 2008	For the Quarter ended June 30, 2007	For the Year ended March 31, 2008
Staff Cost	9,693.32	8,835.17	36,762.91
Items exceeding 10% of aggregate expenditure	-	-	-
Details of Other Income:			
Miscellaneous income	0.92	1.33	47.70
Dividend received on current investments (non trade)	41.67	46.58	183.15
Net gain on sale of current investments (non trade)	0.25	49.55	49.91
Interest income on Bank Deposits (Gross)	28.73	8.06	64.85
Write back of advance from customer	-	-	30.36
Research and Technology tax incentive	50.91	-	158.01
Profit on sale of Fixed Assets	0.05	6.87	7.55
Other interest income	0.01	-	1.20
Exchange gain/(loss), Net	(701.59)	946.33	1,799.93
Total	(579.05)	1,058.72	2,342.66

Sl. No.		For the Quarter ended June 30, 2008	For the Quarter ended June 30, 2007	For the Year ended March 31, 2008
1	Segment Revenue			
a.	Telecom Software Services	14,104.45	11,337.10	48,958.06
b.	Telecom Software Products	1,833.19	865.33	4,597.19
c.	Automotive, Utilities and Industrial	2.72	-	23.74
d.	Network Engineering Services	873.11	634.80	3,438.72
	Total	16,813.47	12,837.23	57,017.71
	Less Inter segment revenue	-	-	-
	Net Sales/Income from Operations	16,813.47	12,837.23	57,017.71
2	Segment Results (Profit+)/Loss(-) before tax and interest from each segment			
a.	Telecom Software Services	4,487.35	3,094.37	14,104.80
b.	Telecom Software Products	516.34	(674.96)	(917.69)
c.	Automotive, Utilities and Industrial	(96.82)	(67.67)	(251.59)
d.	Network Engineering Services	217.99	212.11	804.33
	Total	5,124.86	2,563.85	13,739.85
	Less: i) Interest	111.11	101.18	402.58
	ii) Other un-allocable expenditure net off un-allocable Income	3,078.70	1,559.31	7,656.32
	Total Profit before tax	1,935.05	903.36	5,680.95
3	Capital Employed - (Segment Assets - Segment Liabilities)			
a.	Telecom Software Services	30,351.18	21,943.46	27,731.63
b.	Telecom Software Products	4,056.22	4,255.14	4,337.14
c.	Automotive, Utilities and Industrial	255.37	(16.60)	303.87
d.	Network Engineering Services	2,397.47	1,814.28	2,283.66
	Sub total	37,060.24	27,996.28	34,656.30
e.	Unallocable Corporate Assets	17,976.76	17,834.15	16,032.91
	Less: Corporate Liabilities	(6,292.89)	(4,309.82)	(4,805.40)
	Total Capital Employed	48,744.11	41,520.61	45,883.81

NOTES

- The above audited results were taken on record by the Board of Directors of the Company at its meeting held on July 18, 2008. There are no qualifications in the Auditors' Reports for these periods.
 - The year to date 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 as if they were one economic unit. Clause 41 of the Listing Agreement requires companies to either publish standalone or consolidated financial results in the newspapers and this choice is to be 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
- Regarding Subsidiaries and Joint-Venture Companies**
- The results of the following companies are consolidated in the above results: Sasken Network Engineering Limited (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) Limited (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 Private Limited (TSAE) and ConnectM Technology Solutions Pvt. Ltd.(ConnectM) - Joint-Venture companies.
 - The financial results of Sasken China, Sasken Inc, SNSI and Sasken Japan for the quarter ended June 30, 2008 are unaudited.
 - On 28th April 2008, the Company entered into an Asset Transfer Agreement (ATA) with a customer, whereby effective from 1st June 2008 (Closing Date), the Company has acquired certain assets of the customer for a consideration of € 124,000 and also assumed the transfer of certain employees of the customer.
 - Sasken Japan and Sasken China have begun operations in the current quarter while SNSI and Sasken Inc are yet to commence operations.
 - During the quarter, the Company made the following Investments in its Subsidiaries and Joint Ventures:

Investee Company	Details	Amount (Rs.in lakhs)
Sasken Japan KK	Share Application Money	27.88
Sasken Communication Technologies (Shanghai) Limited	Investment in equity shares	8.90
TACO Sasken Automotive Electronics Pvt. Ltd.	Investment in equity shares	70.00
TACO Sasken Automotive Electronics Pvt. Ltd.	Share Application Money	65.00

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

Company	Advances(Net) (Rs.in lakhs)	Loans (Rs.in lakhs)
Sasken Network Engineering Limited	663.59	230.00
Sasken Communication Technologies Mexico S.A. De C.V.	397.72	290.79
Sasken Communication Technologies Oy	121.06	-
Sasken Finland Oy	(76.76)	-
Sasken Communication Technologies (Shanghai) Limited	65.72	-
Sasken Inc	6.50	-
Sasken Japan	224.23	-

- Provision for diminution in the value of investments in the books of the Company for the quarter ended June 30, 2007 and year ended March 31, 2008 pertains to Sasken China.

Other Notes

- 87,000 Stock Options have been granted to eligible employees under the ESOP Scheme 2006 during the quarter. No shares have been allotted under ESOP Scheme 2000 and 2006 respectively during the quarter.
- The dividend of Rs.4/- per share (40%) for the year 2007-08 was approved by the shareholders at the Annual General Meeting held on 30th June 2008 and was paid on 7th July 2008.
- Pursuant to The Institute of Chartered Accountants of India's (ICAI) Announcement dated March 29, 2008 on "Accounting for Derivatives", the Company has, based on the principles of prudence enunciated in Accounting Standard-1 on "Disclosure of Accounting Policies", recognised mark to market losses on derivative contracts outstanding, (forward contracts for highly probable collections), as on June 30, 2008 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, the Company has considered foreign currency derivative contracts as one portfolio and accordingly, loss amounting to Rs.489.97 lakhs has been recognised in profit and loss account during the quarter ended June 30, 2008.
- The Company made a Public Notice cum Public Announcement (PA) regarding buyback of shares on 19th April 2008. Upon filing of the PA with SEBI, the Company has been advised to issue a corrigendum to the PA on some matters. The Company is in discussions with SEBI and appropriate steps will be taken on finality of such matters.
- 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 / Non credit of shares in IPO	Nil	2	2	Nil

Place : Bangalore
Date : July 18, 2008

For Sasken Communication Technologies Limited
Rajiv C Mody
Chairman & Managing Director