

**GOLDSTONE TECHNOLOGIES LIMITED**

9-1-83 & 84, AC Sharma Complex, S D Road Secunderabad, Ph. No 55470335/27807640, Fax +91-040-30620064



**UNAUDITED FINANCIAL RESULTS FOR THE FOURTH QUARTER ENDED 30th June, 2006**      **SEGMENT-WISE UNCONSOLIDATED REVENUE AND RESULTS FOR THE QUARTER ENDED 30TH JUNE 2006**

Particulars	GOLDSTONE TECHNOLOGIES LIMITED				CONSOLIDATED				PARTICULARS	Un-audited Quarter ended		Audited for the Year ended
	Quarter Ending		Year	Year ended	Quarter ended		Year	Year ended		30/06/2006	30/06/2005	31/3/2005
	30/06/2006	30/06/2005	Ended	31/3/2005	(3 Months)		Ending	31/3/2005				
	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Audited		30/06/2006	30/06/2005	31/3/2005
1 Net Sales/ Income from Operations	9.89	9.92	34.55	41.22	22.18	21.66	79.12	46.96	1) SEGMENT REVENUE			
2 Other Income	0.17	0.00	0.34	0.35	0.17	0.00	0.34	0.35	a) SEGMENT - US BRANCH	8.17	8.46	7.41
3 Total Expenditure	8.46	9.03	31.42	37.89	18.62	19.75	73.75	43.04	b) SEGMENT - DOMESTIC BRANCH	1.89	1.46	33.81
a) Staff Cost	6.43	7.71	26.84	25.05	15.01	10.45	33.85	26.09				
b) Other expenditure	2.03	1.32	4.58	12.84	3.61	9.30	39.90	16.95	LESS: INTER SEGMENT REVENUE	0.00	0.00	0.00
4 Interest	0.11	0.21	0.78	0.83	0.11	0.21	0.78	0.85	TOTAL	10.06	9.92	41.22
5 Depreciation & Other Write Offs	0.46	0.52	2.24	1.58	0.46	0.52	2.24	1.58				
6 Profit / (Loss) before Tax(1+2-3-4-5)	1.03	0.16	0.45	1.27	3.16	1.18	2.69	1.84	2) SEGMENT RESULT BEFORE TAX			
7 Provision for Taxation	0.00	0.00	0.07	0.00	-0.15	0.00	0.07	0.00	a) SEGMENT - US BRANCH	1.15	0.51	1.46
a) Income Tax	0.00	0.00	0	0.00	0.00	0.00	0.00	-				
b) Fringe Benefit Tax	0.00	0.00	0.02	0.00	0.02	0.00	0.02	-				
8 Provision for Deferred Tax (Asset)	(0.15)	0.00	(0.22)	(0.35)	0.00	0.00	(0.22)	(0.35)	b) SEGMENT - DOMESTIC BRANCH	0.45	0.37	2.22
9 Prior Period Adjustments	0.02	0.00	0.00	0.03	0.00	0.00	0.00	0.04	TOTAL	1.60	0.88	3.68
10 Net Profit / (Loss) after Tax (6-7-8-9)	1.16	0.16	0.58	1.59	3.29	1.18	2.82	2.16				
11 Paid-up equity share capital (Face value of Rs. 10/- each)	13.00	11.10	11.10	10.84	13.00	11.10	11.10	10.84	LESS: INTEREST (NOT ALLOCABLE)	0.11	0.20	0.83
12 Reserve excluding revaluation reserves (as per the balance sheet)	-	-	-	10.23	-	-	-	10.81	LESS: MISCE (NOT ALLOCABLE)	0.00	0.06	
13 Earning Per Share in Rs.									LESS: DEPRECIATION (NOT ALLOCABLE)	0.46	0.46	1.58
Basic	0.90	0.14	0.52	1.47	2.53	1.06	2.54	1.99	TOTAL PROFIT BEFORE TAX	1.03	0.16	1.27
Diluted	0.90	0.14	0.52	1.47	2.53	1.06	2.54	1.99	<u>Notes on Segment Information:</u>			
14 Aggregate Non Promoter Share Holding									Segment Capital Employed: Fixed Assets used in the company's business or liabilities contracted have not be identified to any particular reportable segments. The Company believes that is currently not practical to provide segment disclosures relating to the Fixed Assets and Capital Employed			
No.of Shares	9457674	9457674	9457674	8824749	9457674	9457674	9457674	8824749				
Percentage of Shareholding	72.74	85.19	85.19	81.42	72.74	85.19	85.19	81.42				

**Notes :**

- During the Quarter under review the Net Profit After Tax of the Company is reported at 1.17 crores as against Net Profit of Rs. 0.16 Crores for the Corresponding quarter of the previous year
- The above unaudited financial results were taken on record at the meeting of the Board of Directors of held on 29.07.2006
- The Company is engaged in Software Development and all activities of the Company revolve around this business in single Segment. As such there is no other Reportable segment as defined by the Accounting standard 17 [AS-17] on "Segment Reporting" issued by the Institute of Chartered Accountants of India.
- Deferred Tax Asset/Liability will be provided at the end of the year in accordance with the Accounting Standard 21 (AS - 21) on
- The Company has consolidated its results based on the Accounting Standard 21 [AS-21] on 'Consolidated Financial Statements issued by the Institute of Chartered Accountants of India'
- The financials of Foreign Subsidiaries have been incorporated in consolidated financial statements with the Accounting Standard 11 (AS - 11) on "The Effects of Changes ' in the Foreign I
- Figures for the previous year/period are regrouped/ rearranged wherever considered necessary.
- Details of Investor complaints received for the quarter ended 31st March, 2006: Beginning: Nil, Rr Disposed off: 6, Pending: Nil.
- During the quarter under review preferential allotment 19 lakhs equity shaers have been allotted to Promoters of the company.

'Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India.

By order of the Board  
For GOLDSTONE TECHNOLOGIES LIMITED

Place : Secunderabad  
Date : 29-07-2006

TRAVIS CADDELL  
Managing Director & CEO