

**GOLDSTONE TECHNOLOGIES LIMITED**

9-1-83 & 84, AC Sharma Complex, S D Road Secunderabad, Ph. No 27807640, Fax +91-040-39120023



**UNAUDITED FINANCIAL RESULTS FOR THE 2ND QUARTER ENDED 30th SEP, 2006**

(Rs.In Crores )

(Rs.In Crores )

(Rs.In Crores )

Particulars	GOLDSTONE TECHNOLOGIES LTD						CONSOLIDATED						PARTICULARS	Quarter ended (3months)		Half year ended (6 Months)		Audited for the Year ended
	Quarter ended (3 Months)		Half Year ended (6 Months)		Unaudited for Year ended	Audited for the Year ended	Quarter ended (3 Months)		Half Year ended (6 Months)		Unaudited for the Year ended	Audited for the Year ended		Quarter ended (3months)		Half year ended (6 Months)		
	30-Sep-06	30-Sep-05	30-Sep-06	30-Sep-05			31-Mar-06	31-Mar-05	30-Sep-06	30-Sep-05				30-Sep-06	30-Sep-05	31-Mar-06	31-Mar-05	
1 Net Sales/ Income from Operations	9.66	8.39	19.55	18.31	34.55	41.22	21.18	20.35	43.36	42.02	79.12	46.96	1) SEGMENT REVENUE					
2 Other Income	0.16	0.03	0.33	0.03	0.34	0.35	0.20	0.03	0.37	0.03	0.34	0.35	a) SEGMENT - US BRANCH	8.04	6.94	16.21	15.4	33.81
3 Total Expenditure	8.13	8.79	16.59	17.82	31.42	37.89	18.97	18.74	37.59	38.49	73.75	43.04	b) SEGMENT - DOMESTIC BRANCH	1.78	1.48	3.67	2.94	7.41
a) Staff Cost	5.73	7.34	12.16	15.05	26.84	25.05	16.33	8.38	31.34	18.83	33.85	26.09	LESS: INTER SEGMENT REVENUE	0	0	0	0	0
b) Other expenditure	2.40	1.45	4.43	2.77	4.58	12.84	2.64	10.36	6.25	19.66	39.90	16.95	TOTAL	9.82	8.42	19.88	18.34	41.22
4 Interest	0.08	0.18	0.19	0.39	0.78	0.83	0.09	0.18	0.20	0.39	0.78	0.85	2) SEGMENT RESULT BEFORE TAX					
5 Depreciation & Other Write Offs	0.46	0.15	0.92	0.67	2.24	1.58	0.46	0.15	0.92	0.67	2.24	1.58	a) SEGMENT - US BRANCH	1.81	(0.10)	2.96	0.41	1.46
6 Profit / (Loss) before Tax(1+2-3-4-5)	1.15	(0.70)	2.18	(0.54)	0.45	1.27	1.86	1.31	5.02	2.50	2.69	1.84	b) SEGMENT - DOMESTIC BRANCH	(0.12)	(0.27)	0.33	0.11	2.22
7 Provision for Taxation	-	-	-	-	0.07	-	-	-	-	-	0.07	-	TOTAL	1.69	(0.37)	3.29	0.52	3.68
8 Provision for Deferred Taxation ( Asset)	0.00	(0.18)	(0.15)	(0.18)	(0.22)	(0.35)	0.00	(0.18)	(0.15)	(0.22)	(0.35)	-	LESS: INTEREST (NOT ALLOCABLE)	0.08	0.18	0.19	0.39	0.83
9 Provision for FBT	0.02	-	0.04	-	0.02	-	0.02	-	0.04	-	0.02	-	LESS: MISCE. (NOT ALLOCABLE)					
10 Prior Period Adjustments	0.00	0.00	0.00	0.00	0.00	0.03	0.00	0.00	0.00	0.00	0.00	0.04	LESS: DEPRECIATION (NOT ALLOCAB	0.46	0.15	0.92	0.67	1.58
11 Net Profit / (Loss) after Tax (6-7-8-9)	1.13	(0.52)	2.29	(0.36)	0.58	1.59	1.84	1.49	5.13	2.68	2.82	2.16	TOTAL PROFIT BEFORE TAX	1.15	(0.70)	2.18	(0.54)	1.27
12 Paid-up equity share capital (Face value of Rs. 10/- each)	13.00	11.10	13.00	11.10	11.10	10.84	13.00	11.10	13.00	11.10	11.10	10.84	Notes on Segment Information:					
13 Reserve excluding revaluation reserves (as per the balance sheet)	-	-	-	-	-	10.23	-	-	-	-	-	10.81	Segment Capital Employed: Fixed Assets used in the company's business or liabilities contracted					
14 Earning Per Share in Rs.													have not been identified to any particular reportable segments. The Company believes that is currently					
Basic	0.87	(0.47)	1.76	(0.32)	0.52	1.47	1.42	1.34	3.95	2.41	2.54	1.99	not practical to provide segment disclosures relating to the fixed assets and capital employed					
Diluted	0.87	(0.47)	1.76	(0.32)	0.52	1.47	1.42	1.34	3.95	2.41	2.54	1.99						
15 Aggregate Non Promoter Share Holding																		
No.of Shares	9457674	9457674	9457674	9457674	9457674	8824749	9457674	9457674	9457674	9457674	9457674	8824749						
Percentage of Shareholding	72.74	85.19	72.74	85.19	85.19	81.42	72.74	85.19	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 Rs.1.13 crors as Against Net Loss of Rs.0.52cr 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 the Company held on 27th Oct. 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 22 (AS -22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

- 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 in accordance with the Accounting Standard 11 (AS - 11) on "The Effects of Changes in the Foreign Exchange Rates"
- Figures for the previous year/period are regrouped/ rearranged wherever considered necessary.
- Details of Investor complaints received for the quarter ended 30th Sep, 2006: **Beginning** Nil, **Received** :3 **Disposed off**: 3, **Pending**: Nil.

**By order of the Board  
For GOLDSTONE TECHNOLOGIES LIMITED**

Place : Secunderabad  
Date : 27th Oct 2006

D.P.Sreenivas  
Director