

TANLA SOLUTIONS LIMITED

Regd Off:Plot: 11, Type-A, Film Nagar, Jubilee Hills, Hyderabad-500 034.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2005

(Rs.in Lakhs)

Particulars	Consolidated Results for the		Tanla Solutions Limited - Results for the	
	For the Quarter ended 30th June 2005	For the Quarter ended 31st March 2005	For the Quarter ended 30th June 2005	For the Quarter ended 31st March 2005
	Un-audited	Audited	Un-audited	Audited
SOFTWARE RECEIPTS				
- Exports	790.86	2141.54	640.22	654.08
- Domestic	9.42	97.09	9.42	58.11
Other Income	1.71	34.09	1.71	32.32
Total Income	801.99	2272.72	651.35	744.51
Expenditure:				
- Staff Cost	74.71	136.76	52.21	82.39
- Operating and Admin Cost	236.93	1333.63	168.52	158.65
- Interest	0.73	3.25	0.73	1.86
- Depreciation	9.75	25.94	7.65	23.15
Total Expenditure	322.12	1499.58	229.11	266.05
Profit before Tax	479.87	773.14	422.24	478.46
Provision for Tax	18.14	89.03	0.85	2.77
Net Profit	461.73	684.11	421.39	475.69
Paid-up Equity Share Capital	682.30	682.30	682.30	682.30
Reserves and Surplus excluding revaluation reserves including share prem	-	845.68	-	648.11
Basic / Diluted EPS (Rs.)	6.77	12.79	6.18	8.90
Aggregate of Non-promoter Shareholding:				
No.of Shares	4809250	4791750	4809250	4791750
Percentage of Shareholding	70.49	70.23	70.49	70.23

Notes: (Consolidated)

- 1) The profit margins have improved because of change in product mix and reduction in input costs, the reason being that more operations have been undertaken from India.
- 2) Mobizar Ltd., a subsidiary of Tanla Solutions (UK) Limited, which is engaging in Aggregator Services provider in UK has started its Commercial Operations in the month of July 2005 and no income generated for the quarter under review.
- 3) The Business Operations of the subsidiary company i.e. Smartnet Communication Systems Pvt. Ltd., has been undertaken by Tanla Solutions Ltd.
- 4) The above financial results were reviewed by the audit committee and has been taken on record by Board of Directors at their meeting held on 28/7/2005.

Notes: (Tanla Solutions Limited)

- 1) The above financial results were reviewed by the audit committee and has been taken on record by Board of Directors at their meeting held on 28/7/2005.
- 2) Investors complaints received and disposed of during the quarter - 2, pending - Nil

For and on behalf of the Board of Directors

Place: Hyderabad
Date : 28.07. 2005

(D.Uday Kumar Reddy)
Chairman & Managing Director.