

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2008

(Rupees in Lakhs)

Particulars	Consolidated Results for the					Tanla Solutions Limited - Results for the				
	3 months ended	Corresponding 3 months ended in the previous year	6 months ended	Corresponding 6 months ended in the previous year	Previous accounting year ended	3 months ended	Corresponding 3 months ended in the previous year	6 months ended	Corresponding 6 months ended in the previous year	Previous accounting year ended
	Sept 30,2008	Sept 30,2007	Sept 30,2008	Sept 30,2007	March 31, 2008	Sept 30,2008	Sept 30,2007	Sept 30,2008	Sept 30,2007	March 31, 2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Gross Revenue:										
- Overseas	20394.20	10725.85	37034.05	19670.00	45938.63	4340.76	3158.22	8397.54	5745.10	12866.57
- Domestic- India	721.25	6.78	767.44	7.78	36.87	721.25	6.78	767.44	7.78	36.87
Other Income	126.51	409.26	327.25	915.33	1708.55	256.49	554.65	588.05	1182.46	2296.68
Total	21241.95	11141.89	38128.75	20593.11	47684.05	5318.50	3719.65	9753.03	6935.34	15200.12
Expenditure:										
- Cost of sales	9109.31	4784.84	15950.54	9161.23	20121.75	1155.97	742.44	2074.16	1407.91	3087.14
- Selling & marketing expenses	1347.27	668.78	2403.34	1080.48	2729.14	263.49	183.00	480.96	296.03	710.33
- Operating & administrative expenses	1018.52	345.59	1765.01	539.02	1592.52	217.59	136.36	391.29	248.06	561.83
- Depreciation	1367.15	445.29	2604.25	777.17	2160.47	294.30	181.80	522.59	362.70	741.83
Total	12842.25	6244.50	22723.14	11557.90	26603.88	1931.34	1243.60	3469.00	2314.70	5101.13
Profit before Tax	8399.71	4897.39	15405.60	9035.21	21080.18	3387.15	2476.05	6284.03	4620.64	10098.99
Provision for Income Tax	1133.21	1180.71	2331.01	1948.72	3941.61	233.26	350.02	456.96	534.38	1144.20
Provision for Fringe Benefit Tax	16.65	1.85	32.40	3.43	19.95	16.65	1.85	32.40	3.43	19.95
Provision for Deferred Tax	195.32	56.51	346.95	99.02	465.09	133.85	19.54	285.48	30.78	200.32
Net Profit	7054.52	3658.32	12695.25	6984.04	16653.53	3003.39	2104.64	5509.18	4052.05	8734.52
Paid-up Equity Share Capital (Face Value of Re.1 each)	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00
Reserves and Surplus (excluding revaluation reserves including share premium)	-	-	-	-	69053.40	-	-	-	-	56757.60
Basic / Diluted EPS in Rs. (adjusted to par value Re.1)	7.05	3.66	12.70	6.98	16.65	3.00	2.10	5.51	4.05	8.73
Public shareholding										
No. of Shares (adjusted to par value Re.1)	64,066,636	64,152,900	64,066,636	64,152,900	64,152,900	64,066,636	64,152,900	64,066,636	64,152,900	64,152,900
Percentage of shareholding	64.07%	64.15%	64.07%	64.15%	64.15%	64.07%	64.15%	64.07%	64.15%	64.15%

Notes:

- The above financial results for the quarter ended September 30, 2008 have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on October 23, 2008. In compliance with Clause 41 of the Listing Agreement with the Stock Exchanges a Limited Review of the un-audited financial results of Tanla Solutions Limited (stand alone) has been carried out by the Statutory Auditors.
- During the quarter Tanla Mobile Australia Pty Ltd, (Australia) has been incorporated as a wholly owned subsidiary of Tanla Mobile Asia Pacific Pte Ltd, (Singapore).
- Consolidated financial results includes the results of Tanla Solutions (UK) Ltd., a wholly owned subsidiary, Tanla Mobile Ltd. (U.K), a wholly owned subsidiary of Tanla Solutions (UK) Ltd, Tanla Mobile Asia Pacific Pte. Ltd, (Singapore), a wholly owned subsidiary, Tanla Mobile Ireland Private Limited, (Ireland), Tanla Mobile Inc., (USA), Tanla Mobile Middle East FZ-LLC, (UAE), Tanla Mobile Malaysia Sdn. Bhd, (Malaysia), Tanla Mobile South Asia (P) Ltd, (Srilanka), Tanla Mobile South Africa Proprietary Ltd, (South Africa), wholly owned subsidiaries of Tanla Mobile Asia Pacific Pte. Ltd, Tanla Oy, (formerly Openbit Oy), (Finland), a subsidiary of Tanla Mobile Finland Oy, (Finland) and Tanla Mobile Spain SL, (Spain) a wholly owned subsidiary of Tanla Mobile Ltd, (UK).
- Other income consists of Interest & Dividend earned from investments in deposits and mutual funds from out of follow on public offer proceeds and internal accruals.
- The Company is mainly engaged in the area of Software Development and related services. Hence Accounting Standard (AS 17) "Segment Reporting", is not applicable to the Company and to the nature of its business.
- The company continues to comply with Accounting Standard 15 (revised) on 'Employee Benefits'.
- During the fiscal year 2007 the company allotted 1,58,85,000 equity shares of Rs.2/- each at a premium of Rs.263/- on 28th December 2006 in the Follow on Public Offer. Consequently, the paid-up equity shares has been increased from 3,41,15,000 to 5,00,00,000 equity shares.
- Details of utilisation of funds received from Follow on Public Offer of equity shares, as per Clause 43 of Listing Agreement are as follows:

	Rs. in Lakhs	Rs. in Lakhs
Funds raised on Follow on Public Offer of equity shares		42095.25
Less: Utilised upto 30.06.2008		36055.34
Funds available as on 01.07.2008		6039.91
Less: Utilized during the quarter		
Expansion & upgradation of existing Research & Product Development Facilities	325.00	
Fund regional/Global expansion and acquire in strategic business	2.37	
		327.37
Funds un-utilised as on September 30, 2008		5712.54

- In terms of amended Clause 41 of the Listing Agreement, Investor correspondence / compliants received and dispensed off during the quarter ended September 30, 2008 is as under:

Correspondence / compliants pending at the beginning of the quarter	Nil
Correspondence / compliants received during the quarter	31
Correspondence / compliants disposed during the quarter	31
Correspondence / compliants pending at the end of the quarter	Nil

- Previous period / year figures have been re-grouped wherever necessary.

For and on behalf of the Board of Directors

Place: Hyderabad
Date :October 23, 2008

Sd/-
(D.Uday Kumar Reddy)
Chairman & Managing Director