

FOUR SOFT LIMITED

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₹ lakhs, except per share and share data.

CONSOLIDATED FINANCIAL RESULTS FOR SIX AND THREE MONTHS ENDED 30 SEPTEMBER 2010

Sl. No.	Particulars	Three Months Ended		Six Months Ended		Year ended
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1	Net sales/income from operations	2,850.41	3,231.89	5,789.89	6,802.19	13,296.00
2	Expenditure:					
	a) Employees cost	1,903.29	2,189.72	3,833.19	4,428.09	8,793.93
	b) Depreciation and amortization	43.46	71.72	85.98	141.70	238.62
	c) Exchange difference loss/ (gain)	49.77	(150.09)	(10.79)	223.26	270.76
	d) Other expenditure	774.34	824.69	1,537.59	1,690.33	3,406.93
	e) Total expenditure	2,770.36	2,936.04	5,445.97	6,483.38	12,710.24
3	Profit from operations before other income, interest and exceptional items (1-2)	80.05	295.85	343.92	318.81	585.76
4	Other income	9.37	144.82	50.35	292.00	664.84
5	Profit before interest and exceptional items (3+4)	89.42	440.67	394.27	610.81	1,250.60
6	Interest	37.09	50.03	73.16	125.11	247.07
7	Profit after interest but before exceptional items (5-6)	52.33	390.64	321.11	485.70	1,003.53
8	Exceptional items	-	-	-	-	-
9	Profit (+)/loss (-) from ordinary activities before tax (7+8)	52.33	390.64	321.11	485.70	1,003.53
10	Tax expense	(10.70)	77.99	(11.91)	124.86	236.98
11	Net profit (+)/loss (-) from ordinary activities after tax (9-10)	63.03	312.65	333.02	360.84	766.55
12	Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-
13	Net profit(+)/loss(-) for the period (11-12)	63.03	312.65	333.02	360.84	766.55
14	Paid-up equity share capital (face value of ₹ 5 each)	1,944.35	1,935.48	1,944.35	1,935.48	1,941.40
15	Reserves excluding revaluation reserves					12,801.42
16	Earnings per share					
	a) Basic earnings per share (not annualised)	0.16	0.81	0.86	0.94	1.99
	b) Diluted earnings per share (not annualised)	0.16	0.81	0.86	0.93	1.98

STANDALONE FINANCIAL RESULTS FOR SIX AND THREE MONTHS ENDED 30 SEPTEMBER 2010

Sl. No.	Particulars	Three Months Ended		Six Months Ended		Year ended
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1	Net sales/income from operations	587.41	823.81	1,217.23	1,641.51	3,257.97
2	Expenditure:					
	a) Employees cost	582.68	486.30	1,153.39	1,012.41	1,966.28
	b) Depreciation	24.63	37.63	49.64	74.82	147.09
	c) Exchange difference loss/ (gain)	2.81	2.42	1.74	47.39	51.20
	d) Other expenditure	212.12	184.08	439.29	397.37	803.90
	e) Total expenditure:	822.24	710.43	1,644.06	1,531.99	2,968.47
3	Profit from operations before other income, interest and exceptional items (1-2)	(234.83)	113.38	(426.83)	109.52	289.50
4	Other income	5.18	4.81	8.01	7.58	57.37
5	Profit before interest and exceptional items (3+4)	(229.65)	118.19	(418.82)	117.10	346.87
6	Interest	3.59	41.94	7.43	83.83	158.11
7	Profit after interest but before exceptional items (5-6)	(233.24)	76.25	(426.25)	33.27	188.76
8	Exceptional items	-	-	-	-	-
9	Profit (+)/loss (-) from ordinary activities before tax (7+8)	(233.24)	76.25	(426.25)	33.27	188.76
10	Tax expense	(72.69)	18.26	(137.17)	16.56	73.39
11	Net profit (+)/loss (-) from ordinary activities after tax (9-10)	(160.55)	57.99	(289.08)	16.71	115.37
12	Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-
13	Net profit(+)/loss(-) for the period (11-12)	(160.55)	57.99	(289.08)	16.71	115.37
14	Paid-up equity share capital (face value of ₹ 5 each)	1,944.35	1,935.48	1,944.35	1,935.48	1,941.40
15	Reserves excluding revaluation reserves					8,209.74
16	Earnings per share					
	a) Basic earnings per share (not annualised)	(0.42)	0.15	(0.75)	0.04	0.30
	b) Diluted earnings per share (not annualised)	(0.42)	0.15	(0.75)	0.04	0.30
17	Public shareholding					
	- No. of shares			26,576,794	26,168,442	26,496,572
	- Percentage of shareholding			68.22	67.17	68.01
18	Promoters and promoter group shareholding					
	a) Pledged/encumbered					
	- Number of shares			2,150,000	2,150,000	2,150,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			17.36	16.81	17.25
	- Percentage of shares (as a % of the total share capital of the company)			5.52	5.52	5.52
	b) Non-encumbered					
	- Number of shares			10,232,950	10,641,302	10,313,172
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			82.64	83.19	82.75
	- Percentage of shares (as a % of the total share capital of the company)			26.26	27.31	26.47

₹ lakhs, except per share and share data.

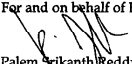
STATEMENT OF ASSETS AND LIABILITIES

Sl. No.	Particulars	Consolidated		Stand-alone	
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)
1	Shareholders' funds				
	(a) Capital	1,944.35	1,935.48	1,944.35	1,935.48
	(b) Reserves and surplus	13,137.46	14,539.51	7,934.66	8,105.70
2	Loan funds	1,922.28	2,581.34	-	1,350.00
3	Deferred tax liabilities (net)	-	13.01	-	13.01
4	Fixed assets (including capital work-in-progress)	16,308.43	17,433.34	550.76	621.43
5	Investments	-	-	9,038.67	10,709.76
6	Deferred tax asset (net)	179.25	123.67	100.26	-
7	Current assets, loans and advances				
	(a) Sundry debtors	2,584.01	2,507.98	742.31	1,150.83
	(b) Cash and bank balances	941.41	2,117.36	125.24	76.61
	(c) Other current assets	0.24	0.50	14.46	6.64
	(d) Loans and advances	1,093.32	796.16	2,301.90	361.41
8	Current liabilities and provisions				
	(a) Liabilities	3,492.31	2,658.87	2,919.08	1,447.44
	(b) Provisions	610.27	1,250.80	75.51	75.04

NOTES TO FINANCIAL RESULTS

1. The consolidated financial results of Four Soft Limited ("Four Soft" or "the Company") and its wholly owned subsidiaries are prepared in accordance with Accounting Standard 21 "Consolidated Financial Statements" as notified by the Companies (Accounting Standards) Rules, 2006.
2. The results of the business entities which have been consolidated with the results of Four Soft Limited includes subsidiaries as at 30 September 2010: (a) Four Soft BV, The Netherlands and its subsidiaries (Four Soft Netherlands BV, Four Soft UK Ltd, Four Soft USA Inc, Four Soft Nordic A/s and its subsidiaries (Four Soft Hong Kong Ltd and Transaxiom (USA) Inc.), (b) Four Soft Singapore Pte Ltd and its subsidiaries (Four Soft Japan KK and Four Soft Australia Pty, Ltd.) and (c) Four Soft Malaysia Sdn Bhd.
3. During the quarter ended 30 September 2010, the Company has transferred 51% of the shareholding in Four Soft Nordic A/s to Four Soft BV.
4. The shareholders at the extra ordinary general meeting held on 28 September 2010 have approved issue of 275,000 warrants to promoters and others.
5. The above Consolidated results have not been subjected to Limited Review by the Statutory Auditors, but have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12 November 2010.
6. The above Stand-alone results have been subjected to Limited Review by the Statutory Auditors (except for the Statement of Assets and Liabilities as at 30 September 2009) and have also been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12 November 2010.
7. Four complaints were received during the quarter from Investor and were resolved. There were no complaints outstanding at the beginning or end of the quarter.
8. Figures for the corresponding previous periods, have been regrouped / rearranged wherever necessary.

For and on behalf of Board of Directors


 Palem Srikanth Reddy
 Chairman & Managing Director

Place: Hyderabad
Date: 12 November 2010