

**FOUR SOFT LIMITED**

Registered office: 5Q1 A3, Cyber Towers, Hitec City, Madhapur, Hyderabad-500 033  
Tel: +91 40 2310 0600/601, Fax: + 91 40 2310 0602, e-mail:info@four-soft.com, website:http://www.four-soft.com

Rs. lakh, except per share and share data.

**CONSOLIDATED FINANCIAL RESULTS FOR YEAR ENDED MARCH 31, 2010**

Sr. No.	Particulars	Audited consolidated results		Audited standalone results	
		31.03.2010	31.03.2009	31.03.2010	31.03.2009
1	Net sales/income from operations	13,296.00	19,459.32	3,257.97	3,653.73
2	Expenditure:				
	a) Employees cost	8,793.93	9,474.48	1,966.28	2,120.93
	b) Depreciation	238.62	421.18	147.09	224.15
	c) Implementation expenses	-	-	69.40	301.92
	d) Impairment loss	-	363.96	-	-
	e) Exchange difference loss/ (gain)	270.76	(1,006.46)	51.20	(218.71)
	f) Other expenditure	3,406.93	4,331.69	734.50	889.31
	g) Total expenditure:	12,710.24	13,584.85	2,968.47	3,317.60
3	Profit from operations before other income, interest and exceptional items (1-2)	585.76	5,874.47	289.50	336.13
4	Other income	664.84	478.05	57.37	37.17
5	Profit before interest and exceptional items (3+4)	1,250.60	6,352.52	346.87	373.30
6	Interest	247.07	395.68	158.11	169.40
7	Profit after interest but before exceptional items (5-6)	1,003.53	5,956.84	188.76	203.90
8	Exceptional items	-	-	-	-
9	Profit (+)/loss (-) from ordinary activities before tax (7+8)	1,003.53	5,956.84	188.76	203.90
10	Tax expense	236.98	1,484.37	73.39	7.28
11	Net profit (+)/loss (-) from ordinary activities after tax (9-10)	766.55	4,472.47	115.37	196.62
12	Extraordinary items (net of tax expense Rs. Nil)	-	-	-	-
13	Net profit(+)/loss(-) for the period (11-12)	766.55	4,472.47	115.37	196.62
14	Paid-up equity share capital (face value of Rs. 5 each)	1,941.40	1,935.44	1,941.40	1,935.44
15	Reserves excluding revaluation reserves	12,801.42	14,072.34	8,209.74	8,194.85
16	a) Basic earnings per share	1.99	11.62	0.30	0.51
	b) Diluted earnings per share	1.98	11.60	0.30	0.51
17	Public shareholding				
	- No. of shares			26,496,572	26,115,445
	- Percentage of shareholding			68.01	67.03
18	Promoters and promoter group shareholding				
	a) Pledged/encumbered				
	- Number of shares			2,150,000	2,150,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			17.25	16.74
	- Percentage of shares (as a % of the total share capital of the company)			5.52	5.52
	b) Non-encumbered				
	- Number of shares			10,313,172	10,694,299
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)			82.75	83.26
	- Percentage of shares (as a % of the total share capital of the company)			26.47	27.45

**NOTES TO FINANCIAL RESULTS**

- The above financial results have been reviewed by the Audit Committee, considered and approved by the Board of Directors at its meeting held on May 28, 2010.
- 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.
- The results of the business entities which have been consolidated with the results of Four Soft Limited includes subsidiaries as at March 31, 2010: (a) Four Soft BV, The Netherlands and its subsidiaries (Four Soft Netherlands BV, Four Soft UK Ltd and Four Soft USA Inc.), (b) Four Soft Nordic A/s and its subsidiaries ( Four Soft Hong Kong Ltd and Transaxiom (USA) Inc.), (c) Four Soft Singapore Pte Ltd and its subsidiaries ( Four Soft Japan KK and Four Soft Australia Pty. Ltd.) and (d) Four Soft Malaysia Sdn Bhd.
- The results for the current year is not strictly comparable with corresponding previous year as the year ended March 31, 2009 included net income from sale of customer specific source code of Rs. 2,108.42 lakh to an existing customer. The total revenue impact for the year ended March 31, 2009 is Rs. 4,197. 94 lakh on account of that customer.
- The Company declared and paid an interim dividend of Rs.0.25 per share on equity share value of Rs. 5/- during the year.
- The shareholders in the extra ordinary general meeting held on December 21, 2009 have approved the Employee Stock Purchase Scheme and Employee Stock Option Scheme for issue of equity shares not exceeding 1,948,000 for each scheme.
- Five complaints were received during the quarter from Investor and were resolved. There were no complaints outstanding at the beginning or end of the quarter.
- Figures for the corresponding previous periods, have been regrouped / rearranged wherever necessary.

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**CONSOLIDATED SEGMENT REPORTING**

Sr. No.	Particulars	31.03.2010	31.03.2009
1	<b>Segment revenue</b>		
	a) India	2,650.58	3,008.27
	b) Europe	10,040.99	16,142.33
	c) USA	2,098.16	1,838.61
	d) Rest of the world	765.89	1,237.11
	Total	15,555.62	22,226.32
	Less: Inter segment revenue	2,259.62	2,767.00
	<b>Net revenue from operations</b>	<b>13,296.00</b>	<b>19,459.32</b>
2	<b>Segment results before tax and interest</b>		
	a) India	289.50	110.91
	b) Europe	547.94	4,915.33
	c) USA	(20.45)	(151.49)
	d) Rest of the world	(82.58)	(296.91)
	Total	734.41	4,577.84
	Less:		
	(i) Interest	247.07	365.10
	(ii) Un-allocable income	(516.18)	(1,744.09)
	<b>Total profit before tax</b>	<b>1,003.52</b>	<b>5,956.83</b>
3	<b>Capital employed</b>		
	a) India	(1,375.43)	1,165.95
	b) Europe	15,767.79	17,884.04
	c) USA	524.19	599.04
	d) Rest of the world	(213.85)	(772.63)
	e) Unallocated	40.49	(2,868.62)
	Total	14,743.19	16,007.78

**STATEMENT OF ASSETS AND LIABILITIES**

Sr. No.	Particulars	Audited consolidated results		Audited standalone results	
		31.03.2010	31.03.2009	31.03.2010	31.03.2009
1	<b>Shareholders' funds</b>				
	(a) Capital	1,941.40	1,935.44	1,941.40	1,935.44
	(b) Reserves and surplus	12,801.42	14,072.34	8,209.74	8,194.85
2	<b>Loan funds</b>	2,330.73	2,967.18	302.95	1,350.00
3	<b>Deferred tax liabilities (net)</b>	36.91	20.66	36.91	20.58
4	<b>Fixed assets</b>	16,140.70	16,668.84	551.07	696.25
5	<b>Investments</b>	-	-	11,563.48	10,334.92
6	<b>Deferred tax asset (net)</b>	77.39	119.23	-	-
7	<b>Current assets, loans and advances</b>				
	(a) Sundry debtors	1,971.83	5,677.00	805.37	1,519.57
	(b) Cash and bank balances	1,973.16	1,081.89	210.16	170.93
	(c) Other current assets	0.26	0.51	9.18	73.22
	(d) Loans and advances	731.68	823.54	324.86	378.40
8	<b>Current liabilities and provisions</b>				
	(a) Liabilities	3,272.12	3,539.46	2,904.87	1,603.22
	(b) Provisions	512.44	1,835.93	68.25	69.20

For and on behalf of Board of Directors

  
 Palem Srikant Reddy  
 Managing Director

Place: Hyderabad  
Date: May 28, 2010