



Aztec Software & Technology Services Limited

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Consolidated financial results for the quarter ended June 30, 2005

(Rs. in lakhs, except per share data)

Particulars	Quarter ended June 30		Year ended March 31
	2005	2004	2005
	Unaudited	Unaudited	Audited
Revenues	4,228	1,613	9,815
Cost of revenues	2,462	1,028	5,699
Gross profit	1,766	585	4,116
General administrative expenses	392	188	1,094
Selling and distribution expenses	426	178	961
Operating profit before interest and depreciation	948	219	2,061
Interest including finance charges	0	-	2
Depreciation	189	57	490
Operating profit	759	162	1,569
Foreign exchange gain/(loss), net	(25)	68	(16)
Other income	29	91	292
Profit before tax	763	321	1,846
Provision for taxation including deferred tax	25	40	57
Net profit after tax	738	281	1,789
Paid up equity share capital (Par value Rs 3/- each)	1,293	1,212	1,293
Reserves excluding revaluation reserves	NA	NA	11,204
Basic EPS (Rs.)	1.89	0.79	4.85
Fully diluted EPS (Rs.)	1.70	0.76	4.55

1. The above results are after consolidating the results of the Company with that of its subsidiaries Aztec Software Inc., USA, Disha Technologies Ltd. and Disha Technologies Inc., USA collectively referred to as ("the Group")

2. The Group's operations predominantly relate to providing software development services (Aztec) and independent software testing services (Disha), delivered to clients which are primarily located in USA. The accounting policies consistently used in the preparation of the financial statements are also applied to record revenue and expenditure in individual segments. Assets, liabilities, revenues, direct and indirect expenses in relation to segments are categorized based on items that are individually identifiable to that segment. The Management believes that there is no reportable secondary segments as the geographical location of the clients are primarily in USA. The segment information has been disclosed only for the current quarter as there were no reportable segments during the previous quarter.

Primary segment information

Particulars	Aztec	Disha	Total
Segment revenue including other income	2,814	1,414	4,228
Segment profit after taxation	494	244	738
Segment assets	8,227	6,520	14,747
Segment liabilities	1,105	554	1,659
Capital expenditure	372	87	459
Depreciation and amortization	140	48	188

Financial results for the quarter ended June 30, 2005

(Rs. In Lakhs, except per share data)

Particulars	Quarter ended June 30		Year Ended March 31
	2005	2004	2005
	Limited review	Limited review	Audited
Revenues	2,814	1,613	8,234
Cost of revenues	1,709	1,088	5,047
Gross profit	1,105	525	3,187
General administrative expenses	186	93	534
Selling and distribution expenses	325	259	1,043
Operating profit before interest and depreciation	594	173	1,610
Interest including finance charges	-	-	1
Depreciation	135	36	377
Operating profit	459	137	1,232
Foreign exchange gain/(loss), net	(3)	(49)	(9)
Other income	27	81	253
Profit before tax	483	168	1,476
Provision for taxation including deferred tax	(4)	28	6
Deferred tax charge / (credit)	-	-	-
Net profit after tax	487	140	1,470
Paid up equity share capital (Par value Rs.3/- each)	1,293	1,212	1,293
Reserves excluding revaluation reserves	NA	NA	11,135
Basic EPS (Rs.)	1.25	0.35	3.99
Fully diluted EPS (Rs.)	1.12	0.35	3.74
Aggregate of non promoters shareholding :			
Number of shares	NA	NA	19,741,207
Percentage of shareholding	NA	NA	45.80%

Notes:

1. The above results have been taken on record by the Board at its meeting held on July 12, 2005.

2. Item of expenditure exceeding 10% of total expenditure

Particulars	Quarter ended June 30		Year Ended March 31
	2005	2004	2005
Staff cost	1,260	729	3,447
Sales & marketing including commission	280	218	903

3. In accordance with the guidelines, 4,082,227 weighted average number of shares held by the Aztec Software & Technology Services Limited Employees' Welfare Trust have been reduced from the equity shares outstanding for computing basic and diluted earnings per share for the quarter ended June 30, 2005.

4. Cost of revenues excludes depreciation which has been shown separately.

5. Previous period comparatives have been regrouped/reclassified as necessary.

6. There were no complaints from investors outstanding at the beginning of the quarter or received during the quarter ended June 30, 2005.

7. All queries, requests, mandates, etc. were attended to.

For and on behalf of the Board
For Aztec Software & Technology Services Ltd.

Place: Bangalore

Date: July 12, 2005

Managing Director