



Aztecsoft Limited

(formerly Aztec Software & Technology Services Ltd.)

Registered Office: #23, 3rd 'A' Cross, 18th Main, 6th Block, Koramangala, Bangalore- 560 095

Email: info@aztecsoft.com - Home: http://www.aztecsoft.com

Consolidated financial results for the quarter ended September 30, 2006

(Rs. in lakhs, except per share data)

Particulars	Quarter ended September 30		Half year ended September 30		Year Ended March 31
	2006	2005	2006	2005	2006
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenues	6,792	4,801	12,740	9,029	19,823
Cost of revenues	4,213	2,734	7,965	5,196	11,407
Gross profit	2,579	2,067	4,775	3,833	8,416
General administrative expenses	462	509	888	901	1,986
Selling and distribution expenses	529	451	1,060	877	1,711
Operating profit before interest and depreciation	1,588	1,107	2,827	2,055	4,719
Interest including finance charges	-	-	-	-	1
Depreciation	299	241	551	430	984
Operating profit	1,289	866	2,276	1,625	3,734
Foreign exchange gain/(loss), net	(85)	40	(89)	15	(57)
Other income	58	31	107	60	145
Profit before tax	1,262	937	2,294	1,700	3,822
Provision for taxation including fringe benefit tax	137	37	247	67	202
Deferred tax charge / (credit)	(21)	-	(25)	(5)	(67)
Net Profit after tax	1,146	900	2,072	1,638	3,687
Paid up equity share capital (par value Rs 3/- each)	1,322	1,293	1,322	1,293	1,321
Reserves excluding revaluation reserves	NA	NA	NA	NA	14,718
Basic EPS (Rs.)	2.79	2.28	5.05	4.17	9.27
Fully diluted EPS (Rs.)	2.59	2.05	4.66	3.75	8.33
Aggregate of non promoters shareholding :					
Number of shares	NA	NA	25,029,585	21,328,054	22,752,452
Percentage of shareholding	NA	NA	43.18	49.48	51.66

Notes:

1. The above results are after consolidating the results of the Company with that of its subsidiaries Aztec Software Inc., USA, Aztec Disha Technologies Ltd. and Aztecsoft Disha Inc., USA

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

Primary segment information

Particulars	Aztec	Disha	Total
Segment revenue including other income	4,625	2,225	6,850
Segment profit after taxation	600	546	1,146
Segment assets	11,568	9,393	20,961
Segment liabilities	1,790	1,046	2,836
Capital expenditure	366	441	807
Depreciation and amortization	227	72	299



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Financial results for the quarter ended September 30, 2006

(Rs. in lakhs, except per share data)

Particulars	Quarter ended September 30		Half year ended September 30		Year Ended March 31
	2006	2005	2006	2005	2006
	Limited review	Limited review	Audited	Audited	Audited
Revenues	4,587	3,140	8,503	5,954	12,861
Cost of revenues	3,090	1,922	5,785	3,631	7,956
Gross profit	1,497	1,218	2,718	2,323	4,905
General administrative expenses	243	199	517	385	929
Selling and distribution expenses	369	312	689	637	1,332
Operating profit before interest and depreciation	885	707	1,512	1,301	2,644
Interest including finance charges	-	-	-	-	1
Depreciation	225	178	405	313	674
Operating profit after interest and depreciation	660	529	1,107	988	1,969
Foreign exchange gain/(loss), net	(67)	9	(172)	6	(85)
Other income	39	25	74	52	112
Profit before tax	632	563	1,009	1,046	1,996
Provision for taxation including fringe benefit tax	53	14	86	20	61
Deferred tax Charge/(credit)	(21)	(7)	(25)	(17)	(95)
Net profit after tax	600	556	948	1,043	2,030
Paid up equity share capital (par value Rs.3/- each)	1,321	1,293	1,321	1,293	1,321
Reserves excluding revaluation reserves	NA	NA	NA	NA	12,993
Basic EPS (Rs.)	1.46	1.41	2.31	2.66	5.10
Fully diluted EPS (Rs.)	1.35	1.27	2.13	2.38	4.59
Aggregate of non promoters shareholding :					
Number of shares	NA	NA	25,029,585	21,328,054	22,752,453
Percentage of shareholding	NA	NA	56.83	49.48	51.66

Notes:

1 The above results have been taken on record by the Board at its meeting held on October 11, 2006.

2 Item of expenditure exceeding 10% of total expenditure

(Rs. in lakhs)

Particulars	Quarter ended September 30		Half year ended September 30		Year Ended March 31
	2006	2005	2006	2005	2006
Staff cost *	2,236	1,353	4,202	2,613	5,692

* Included in cost of revenues, general administrative expenses and selling and distribution expenses.

3 Cost of revenues, general administrative and selling and distribution expenses excludes depreciation which has been shown separately.

4 There were no complaints from investors outstanding at the beginning of the quarter or received during the quarter ended September 30, 2006.

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

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

For and on behalf of the Board
For Aztecsoft Limited
(formerly Aztec Software & Technology Services Ltd.)

Place: Bangalore
Date: October 11, 2006

Managing Director