

PARTICULARS	QUARTER ENDED		YEAR ENDED	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
Income from software services, products and Business	337,24.61	286,15.77	1,377,94.54	1,099,30.05
Process Management				
Software development expenses	209,21.17	195,50.38	885,40.10	744,65.26
<b>Gross Profit</b>	<b>128,03.44</b>	<b>90,65.39</b>	<b>492,54.44</b>	<b>354,64.79</b>
Selling and marketing expenses	35,56.02	30,98.20	136,76.09	125,13.35
General and Administrative expenses	30,67.83	27,36.43	122,25.91	111,32.07
<b>Operating Profit before interest, depreciation &amp; amortisation</b>	<b>61,79.59</b>	<b>32,30.76</b>	<b>233,52.44</b>	<b>118,19.37</b>
Depreciation / Amortisation	8,55.26	11,31.30	38,78.16	46,02.48
Finance Charges	18.55	18.47	73.54	78.61
<b>Operating Profit after interest, depreciation &amp; amortisation</b>	<b>53,05.78</b>	<b>20,80.99</b>	<b>194,00.74</b>	<b>71,38.28</b>
Exchange Gain/(Loss)	(19,58.82)	2,79.26	(56,38.40)	14,45.69
Other Income	4,29.13	1,11.40	11,70.53	365.32
Share of profit/(loss) of Associate Companies	(10.02)	65.03	91.09	(16.75)
Profit on sale of Associate Companies	-	-	13,06.15	-
Intangible Assets - Amortised fully	-	-	(11,73.27)	-
<b>Profit before tax</b>	<b>37,66.07</b>	<b>25,36.68</b>	<b>151,56.84</b>	<b>89,32.54</b>
Provision for taxation	5,55.42	3,91.25	20,85.58	16,11.04
<b>Profit after tax</b>	<b>32,10.65</b>	<b>21,45.43</b>	<b>130,71.26</b>	<b>73,21.50</b>
Earnings per share of Rs.5 each (Rs.)				
Basic	3.25	2.17	13.25	7.42
Diluted	3.25	2.17	13.24	7.40

**POLARIS SOFTWARE LAB LIMITED**  
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2009 PREPARED AS PER INDIAN GAAP

PARTICULARS	QUARTER ENDED		YEAR ENDED	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
Income from Software services and products	286,62.82	239,36.66	1,171,34.43	938,01.78
Software development expenses	183,72.67	178,83.92	795,42.87	690,21.62
<b>Gross Profit</b>	<b>102,90.15</b>	<b>60,52.74</b>	<b>375,91.56</b>	<b>247,80.16</b>
Selling and marketing expenses	15,37.25	15,07.68	63,67.51	62,04.94
General and Administrative expenses	23,06.73	23,64.91	106,68.36	100,60.03
<b>Operating Profit before interest, depreciation &amp; amortisation</b>	<b>64,46.17</b>	<b>21,80.15</b>	<b>205,55.69</b>	<b>85,15.19</b>
Depreciation / Amortisation	6,50.93	9,13.81	30,96.78	39,07.15
Finance Charges	15.89	20.42	55.29	60.32
<b>Operating Profit after interest, depreciation &amp; amortisation</b>	<b>57,79.35</b>	<b>12,45.92</b>	<b>174,03.62</b>	<b>45,47.72</b>
Exchange Gain/(Loss)	(22,03.43)	3,04.39	(65,94.85)	16,50.34
Other Income	3,99.80	1,05.39	10,72.95	3,12.08
Provision for diminution in value of Investments	-	-	(71.13)	(1,02.60)
Profit on sale of Associate Companies	-	-	19,84.23	-
Intangible Assets - Amortised fully	-	-	(11,73.27)	-
<b>Profit before tax</b>	<b>39,75.72</b>	<b>16,55.70</b>	<b>126,21.55</b>	<b>64,07.54</b>
Provision for taxation	4,41.23	3,01.50	15,02.88	11,44.21
<b>Profit after tax</b>	<b>35,34.49</b>	<b>13,54.20</b>	<b>111,18.67</b>	<b>52,63.33</b>
Paid-up equity share capital	49,33.81	49,33.73	49,33.81	49,33.73
Reserves excluding revaluation reserves	644,67.95	551,96.51	644,67.95	551,96.51
Earnings per share of Rs 5 each (Rs)				
Basic	3.58	1.37	11.27	5.34
Diluted	3.58	1.37	11.27	5.32
Total Public Shareholding as defined under clause 40A of the Listing Agreement**				
Number of shares	69,897,588	70,676,436	69,897,588	70,676,436
Percentage of shareholding	70.84	71.63	70.84	71.63
Face value per share (Rs)	5.00	5.00	5.00	5.00
Promoters & Promoter group shareholding				
a) Pledged / encumbered				
Number of shares	Nil	-	Nil	-
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
a) Non-encumbered				
Number of shares	28,778,609	-	28,778,609	-
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	-	100%	-
Percentage of shares (as a % of the total share capital of the company)	29.16	-	29.16	-

SEGMENT INFORMATION	QUARTER ENDED		YEAR ENDED	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
<b>A) Segment revenue:</b>				
Banking & Financial services	263,92.04	216,00.82	1,061,04.18	837,87.19
Emerging verticals	22,70.78	23,35.84	110,30.25	100,14.59
<b>Total Revenues</b>	<b>286,62.82</b>	<b>239,36.66</b>	<b>1,171,34.43</b>	<b>938,01.78</b>
<b>B) Segment results:</b>				
<b>Profit before interest and tax</b>				
Banking & Financial services	91,02.64	58,67.06	319,64.41	223,18.53
Emerging verticals	4,72.37	4,11.41	29,56.92	14,59.92
<b>Total</b>	<b>95,75.01</b>	<b>62,78.47</b>	<b>349,21.33</b>	<b>237,78.45</b>
a) Finance Charges	(15.89)	(20.42)	(55.29)	(60.32)
b) Other unallocable expenditure net of unallocable income	(55,83.40)	(46,02.35)	(222,44.49)	(173,10.59)
<b>Profit before tax</b>	<b>39,75.72</b>	<b>16,55.70</b>	<b>126,21.55</b>	<b>64,07.54</b>
<b>C) Capital employed:**</b>	<b>694,01.76</b>	<b>601,30.24</b>	<b>694,01.76</b>	<b>601,30.24</b>

\*\*The assets & liabilities of the Company cannot be classified under any specific segment as they are used /contracted interchangeably, hence segment wise capital employed is not disclosed.

**NOTES :**

- The above results were reviewed by the Audit committee and approved by the Board of Directors at its meeting held on April 20, 2009.
- The Stand alone and Consolidated financial statements of the Company for the year ended March 31, 2009 were audited by the Statutory Auditors of the Company.
- The board of directors has recommended an Dividend of 25% (Rs.1.25 per equity share of Rs 5/- each on equity share capital of the Company).
- Staff Costs for the quarter ended March 31, 2009 was Rs 19,432.64 Lakhs (Quarter ended March 31, 2008 was Rs.18,878.88 Lakhs).
- Provision for taxation includes current tax, deferred tax, fringe benefit tax and MAT.
- No. of Complaints pending at the beginning of the quarter Nil  
No. of Complaints received during the quarter 40  
No. of Complaints disposed off during the quarter 40  
No. of Complaints lying unresolved at the end of the quarter Nil
- The Company has not allotted any shares under Associate Stock option Plans of the Company during the Quarter ended March 31, 2009.
- The company has divested its holding in AIG Systems Solutions Pvt Ltd for a consideration of Rs.2,306 lakhs during the year. Consolidated results for the year ended March 31, 2009 include a net gain of Rs.1,301.37 lakhs.
- The Company has revisited the useful life of intangible assets and accordingly an additional sum of Rs.1,173.27 lakhs amortised during the year.
- The Group has acquired SEEC Inc. a US based insurance Technology Solution Provider, during the year and the Group results for the year includes revenue of Rs. 984.42 lakhs and profit Rs. 80.00 lakhs of SEEC Inc.
- Figures of the earlier periods, wherever necessary, have been regrouped to conform with those of the current periods.

Place : Chennai  
Date : April 20, 2009

For Polaris Software Lab Limited

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**R. Srikanth** Chairman & Managing Director  
**Arun Jain** Executive Vice President & Chief Financial Officer