

PARTICULARS	QUARTER ENDED		YEAR ENDED
	June 30, 2008	June 30, 2007	March 31, 2008 Audited
Income from software services, products and Business Process Management	316,97.99	257,45.05	1,099,30.05
Other Income	1,27.36	8,58.88	18,11.01
Total Income	318,25.35	266,03.93	1,117,41.06
Expenditure			
Software development expenses	214,67.17	177,49.12	744,65.26
Selling and marketing expenses	31,80.32	31,02.98	125,13.35
General and Administrative expenses	31,68.33	27,01.04	111,32.07
Total expenditure	278,15.82	235,53.14	981,10.68
Profit before interest, depreciation & amortisation	40,09.53	30,50.79	136,30.38
Finance charges	20.71	17.52	78.61
Depreciation / Amortisation	10,63.44	11,57.77	46,02.48
Profit after interest, depreciation & amortisation	29,25.38	18,75.50	89,49.29
Share of Profit / (Loss) of Associate Companies	1,45.92	(36.81)	(16.75)
Profit before tax	30,71.30	18,38.69	89,32.54
Provision for taxation	3,70.15	3,96.76	16,11.04
Profit after tax	27,01.15	14,41.93	73,21.50
Earnings per share - of Rs.5 each (Rs.)			
Basic	2.74	1.46	7.42
Diluted	2.73	1.45	7.40

POLARIS SOFTWARE LAB LIMITED
AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2008 PREPARED AS PER INDIAN GAAP

PARTICULARS	QUARTER ENDED		YEAR ENDED
	June 30, 2008	June 30, 2007	March 31, 2008
Income from Software services and products	267,11.72	222,91.08	938,01.78
Other Income	1,64.74	8,78.45	19,62.42
Total Income	268,76.46	231,69.53	957,64.20
Expenditure			
Software development expenses	194,40.24	165,74.32	690,21.62
Selling and marketing expenses	14,74.70	15,54.52	62,04.94
General and Administrative expenses	29,54.02	24,38.66	100,60.03
Total expenditure	238,68.96	205,67.50	852,86.59
Profit before interest, depreciation & amortisation	30,07.50	26,02.03	104,77.61
Finance Charges	14.25	10.80	60.32
Depreciation/Amortization	8,72.63	10,14.65	39,07.15
Profit after interest, depreciation & amortisation	21,20.62	15,76.58	65,10.14
Provision for diminution in value of Investments	(31.47)	-	(1,02.60)
Profit before tax	20,89.15	15,76.58	64,07.54
Provision for taxation	1,89.60	2,70.05	11,44.21
Profit after tax	18,99.55	13,06.53	52,63.33
Paid-up equity share capital	49,33.73	49,29.11	49,33.73
Reserves excluding revaluation reserves	575,26.74	529,82.00	551,96.51
Earnings per share of Rs 5 each (Rs.)			
Basic	1.93	1.33	5.34
Diluted	1.92	1.31	5.32
Total Public Shareholding as defined under clause 40A of the Listing Agreement**			
Number of shares	706,76,436	711,91,665	706,81,236
Percentage of shareholding	71.63	72.22	71.63
Face value per share (Rs.)	5.00	5.00	5.00

SEGMENT INFORMATION	QUARTER ENDED		YEAR ENDED
	June 30, 2008	June 30, 2007	March 31, 2008
A) Segment revenue:			
Banking & Financial services	239,56.03	197,88.57	837,87.19
Emerging verticals	27,55.69	25,02.51	100,14.59
Total Revenues	267,11.72	222,91.08	938,01.78
B) Segment results:			
Profit before interest and tax			
Banking & Financial services	68,28.93	53,56.41	223,18.53
Emerging verticals	8,50.30	2,47.04	14,59.92
Total	76,79.23	56,03.45	237,78.45
a) Finance Charges	(14.25)	(10.80)	(60.32)
b) Other unallocable expenditure net of unallocable income	(55,75.83)	(40,16.07)	(173,10.59)
Profit before tax	20,89.15	15,76.58	64,07.54
C) Capital employed :**	624,60.47	579,11.11	601,30.24

**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 July 17, 2008.
- The Stand alone financial statements of the Company for the Quarter ended June 30, 2008 was audited by the Statutory Auditors of the Company.
- Staff Costs Rs 20,016.95 Lakhs incurred for the Quarter ended June 30, 2008 (Quarter ended June 30, 2007 was Rs. 16,770.35 Lakhs).
- Provision for taxation includes current tax (Net of MAT credit), deferred tax and fringe benefit tax.
- No. of Complaints pending at the beginning of the quarter Nil
No. of Complaints received during the quarter 10
No. of Complaints disposed off during the quarter 10
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 June 30, 2008 .
- Figures of the earlier periods, wherever necessary, have been regrouped to conform with those of the current periods.