



POLARIS SOFTWARE LAB - GROUP
AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2010
PREPARED AS PER INDIAN GAAP

Rs. Lakhs

PARTICULARS	QUARTER ENDED		YEAR ENDED	
	March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009
Income from software services, products and Business Process Management	351,03.70	337,24.61	1,353,75.62	1,377,94.54
Software development expenses	223,11.97	209,21.17	870,09.58	885,40.10
Gross Profit	127,91.73	128,03.44	483,66.04	492,54.44
Selling and marketing expenses	38,67.11	35,56.02	145,03.20	136,76.09
General and Administrative expenses	31,10.91	30,67.83	116,61.02	122,25.90
Operating Profit before interest, depreciation & amortisation	58,13.71	61,79.59	222,01.82	233,52.45
Depreciation/Amortisation	9,19.16	8,55.26	35,01.53	38,78.16
Finance Charges	34.97	18.55	91.09	73.54
Operating Profit after interest, depreciation & amortisation	48,59.58	53,05.78	186,09.20	194,00.75
Exchange Gain / (Loss)	(32.98)	(19,58.82)	(26,41.96)	(56,38.40)
Other Income	5,78.32	4,29.13	19,11.88	11,75.31
Share of profit / (loss) of Associate Companies		(10.02)	(41.61)	91.09
Profit on sale of Associate Companies				13,01.37
Intangible Assets - Amortised fully				(11,73.27)
Profit before tax	54,04.92	37,66.07	178,37.51	151,56.85
Provision for taxation	8,31.21	5,55.42	25,53.27	20,85.58
Profit after tax	45,73.71	32,10.65	152,84.24	130,71.27
Earnings per share of Rs.5 each (Rs.)				
Basic	4.62	3.25	15.48	13.25
Diluted	4.58	3.25	15.34	13.24

POLARIS SOFTWARE LAB LIMITED
AUDITED FINANCIAL (STANDLONE) RESULTS FOR THE YEAR ENDED MARCH 31, 2010 PREPARED AS PER INDIAN GAAP

PARTICULARS	QUARTER ENDED		YEAR ENDED	
	March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009
Income from Software services and products	293,64.83	286,62.82	1,143,47.69	1,171,34.43
Software development expenses	198,77.94	183,72.67	783,33.74	795,42.87
Gross Profit	94,86.89	102,90.15	360,13.95	375,91.56
Selling and marketing expenses	18,93.30	15,37.25	71,71.12	63,67.51
General and Administrative expenses	29,01.19	23,06.73	108,61.64	106,68.36
Operating Profit before interest, depreciation & amortisation	46,92.40	64,46.17	179,81.19	205,55.69
Depreciation / Amortisation	6,19.76	6,50.93	25,44.59	30,96.78
Finance Charges	13.11	15.89	47.42	55.29
Operating Profit after interest, depreciation & amortisation	40,59.53	57,79.35	153,89.18	174,03.62
Exchange Gain / (Loss)	(80.29)	(22,03.43)	(21,06.71)	(65,94.85)
Other Income	4,35.98	3,99.80	17,28.35	10,77.73
Provision for diminution in value of Investments				(71.13)
Profit on sale of Associate Companies				19,79.45
Intangible Assets - Amortised fully				(11,73.27)
Profit before tax	44,15.22	39,75.72	150,10.82	126,21.55
Provision for taxation	7,17.53	4,41.23	19,46.50	15,02.88
Profit after tax	36,97.69	35,34.49	130,64.32	111,18.67
Paid-up equity share capital	49,48.06	49,33.81	49,48.06	49,33.81
Reserves excluding revaluation reserves	73,060.37	644,67.95	730,60.37	644,67.95
Earnings per share of Rs 5 each (Rs)				
Basic	3.74	3.58	13.23	11.27
Diluted	3.70	3.58	13.11	11.27
Total Public Shareholding as defined under clause 40A of the Listing Agreement				
Number of shares	70,182,988	69,897,588	70,182,988	69,897,588
Percentage of shareholding	70.92	70.84	70.92	70.84
Face value per share (Rs)				
Promoters and Promoter group shareholding				
a) Pledged / encumbered				
Number of shares	Nil	NA	Nil	NA
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	NA	Nil	NA
percentage of shares (as a % of the total share capital of the company)	Nil	NA	Nil	NA
b) Non - encumbered				
Number of shares	28,778,159	28,778,609	28,778,159	28,778,609
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
percentage of shares (as a % of the total share capital of the company)	29.08	29.16	29.08	29.16

SEGMENT INFORMATION	QUARTER ENDED		YEAR ENDED	
	March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009
A) Segment revenue:				
Banking & Financial services	269,62.62	263,92.04	1,058,48.06	1,06,104.18
Emerging verticals	24,02.21	22,70.78	84,99.63	11,030.25
Total revenues	293,64.83	286,62.82	1,143,47.69	1,17,134.43
B) Segment results:				
Profit before interest and tax				
Banking & Financial services	68,92.78	91,02.64	265,83.91	319,64.41
Emerging verticals	4,94.31	4,72.37	15,23.63	29,56.92
Total	73,87.09	95,75.01	281,07.54	349,21.33
a) Finance Charges	(13.11)	(15.89)	(47.42)	(55.29)
b) Other unallocable expenditure net of unallocable income	(29,58.76)	(55,83.40)	(130,49.30)	(2,22,44.49)
Profit before tax	44,15.22	39,75.72	150,10.82	126,21.55
C) Capital employed:**	780,08.43	694,01.76	780,08.43	694,01.76

**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 21, 2010.
- The Stand alone and Consolidated financial statements of the Company for the Year ended March 31, 2010 were audited by the Statutory Auditors of the Company.
- Staff Costs for the quarter ended Mar. 31, 2010 was Rs. 21,097.10 Lakhs, (Quarter ended March. 31, 2009 was Rs. 19,432.64 lakhs).
- The Board of Directors has recommended a Final Dividend of 35% (Rs. 1.75 per equity share of Rs 5/- each on equity share capital of the Company).
- Provision for taxation includes current tax, deferred tax, MAT and FBT wherever applicable.
- No. of Complaints pending at the beginning of the quarter Nil
- No. of Complaints received during the quarter 37
- No. of Complaints disposed off during the quarter 37
- No. of Complaints lying unresolved at the end of the quarter Nil
- The Company has allotted 1,05,050 shares under Associate Stock option Plans of the Company during the Quarter ended Mar 31, 2010.
- The Company has acquired Laser Soft Infosystems Ltd, a leading Banking Software Products Company, during the year and the Group results for the year includes revenue of Rs. 1,913.22 lacs and profit of Rs. 659.16 lacs of Laser Soft.
- The Company has signed a definitive agreement on March 26, 2010 to acquire Indigo TX Software, a leading stock broker software (SAAS) solution provider.
- Figures of the earlier periods, wherever necessary, have been regrouped to conform with those of the current periods.

Place : Chennai

Date : April 21, 2010

For Polaris Software Lab Limited

POLARIS SOFTWARE LAB LIMITED

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R. Srikanth

President & Chief Financial Officer

Arun Jain

Chairman & Managing Director